# GWINNETT COUNTY BOARD OF EDUCATION



# Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2018

# **Gwinnett County Board of Education**

# Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2018

# Prepared by: Division of Business and Finance Joseph P. Heffron, Chief Financial Officer

437 Old Peachtree Road NW • Suwanee, Georgia 30024-2978

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#### GWINNETT COUNTY BOARD OF EDUCATION

Carole C. Boyce 2018 Chairman District I

Daniel D. Seckinger 2018 Vice Chairman District II

Dr. Mary Kay Murphy
District III

Dr. Robert McClure
District IV

Louise Radloff
District V

J. Alvin Wilbanks CEO/Superintendent

#### THE MISSION OF GWINNETT COUNTY PUBLIC SCHOOLS

is to pursue excellence in academic knowledge, skills, and behavior for each student, resulting in measured improvement against local, national, and world-class standards.

437 Old Peachtree Road, NW Suwanee, GA 30024-2978 678-301-6000 www.gwinnett.kl2.ga.us

It is the policy of Gwinnett County Public Schools not to discriminate on the basis of race, sex, religion, national origin, age, or disability in any employment practice, educational program, or any other program, activity, or service.

2010 and 2014 Winner of



December 31, 2018

To the Members of the Gwinnett County Board of Education and Citizens of Gwinnett County:

The Comprehensive Annual Financial Report (CAFR) of the Gwinnett County School District (District) for the fiscal year ended June 30, 2018, is hereby submitted. It has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. This report was prepared by the Financial Reporting and Accounting Department within the Business and Finance Division. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District.

We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured overall and by the financial activity of its various funds. The data includes all disclosures and required supplementary information necessary to enable the reader to gain the maximum understanding of the District's financial activity. A comprehensive framework of internal control is in place to give reasonable assurance that the financial statements are free of material misstatements.

Readers of this report are encouraged to consider the information presented here in conjunction with additional information presented in the Management's Discussion and Analysis beginning on page 4 of this report.

The Comprehensive Annual Financial Report is presented in four sections: 1) Introductory, 2) Financial, 3) Statistical, and 4) Single Audit. The Introductory section includes this transmittal letter, a list of principal officials, and an organizational chart. The Financial section includes the basic financial statements as well as the unmodified opinion of independent public accountants on the basic financial statements. The Statistical section contains selected financial and demographic information, generally presented over a multi-year basis. The Single Audit section contains federal compliance information including schedules and auditor reports required for the District to comply with the U.S. Office of Management and Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

#### PROFILE OF GWINNETT COUNTY SCHOOL DISTRICT

Gwinnett County School District is one of two public School Districts located in Gwinnett County. The District serves the entire county area with the exception of the City of Buford, which has its own independent school district. The School District provides all educational services required by State law and policies of the State Board and State Department of Education. These services include: preschool for three and four-year-old special needs students, regular and special education instructional programs at the elementary (kindergarten through 5th grade), middle (6th through 8th grade), and secondary (9th through 12th grade) levels. Additional services in community school programs, on-line educational programs and numerous others, which exceed the legal requirements, are also offered in the school system.

The Gwinnett County School District is the largest school system in the State of Georgia and the 12<sup>th</sup> largest in the nation with an active enrollment of more than 179,000 students in 80 elementary schools, 29 middle schools, 22 high schools and 9 special entity facilities. The District is governed by a Board of Education consisting of five members elected from five county posts. Members serve a four year term and each year appoint a chairperson and vice-chairperson. The Board appoints a Superintendent to oversee the day-to-day administration of the School District.

The District is a legally separate financial entity and is not included in any other entity's financial reports. The Gwinnett County Board of Education Retirement System ("GRS") is reported as a blended component unit of the School District because of the significance of its operational and financial relationship to the District as determined by the criteria set forth in GASB Codification Section 2100, "Defining the Financial Reporting Entity".

The District is committed to providing a quality educational experience to all students with the support of caring staff members and an engaged community all while effectively managing our resources. Here are a few of the District's many accomplishments:

- The District average composite score of 1102 on the SAT is 53 points above the national average and 48 points above the state average.
- The District's graduation rate continues to rise. The four-year graduation rate for 2018 was 81.7% with nine Gwinnett high schools reporting a graduation rate of more than 90%.
- The District's 2018 graduating class (the largest-ever) include 1 Presidential Scholar, 11 National Merit Scholars and 9 Gates Scholarship recipients.
- District honors include recognition by Forbes Magazine as one of the nation's top employers for 2018 including a top 10 ranking on Forbes list of the "Best Employers for Women".
- The District has received the highest possible bond rating (AAA) from the nation's two leading rating agencies. Gwinnett is one of only 24 districts in the United States and the only school system in Georgia and the Southeast to hold this distinction.

Additional information is available through the District's website.

#### ECONOMIC CONDITION AND OUTLOOK

The District is located in the northeast area of metropolitan Atlanta, and is one of the area's leading hubs for technology, life sciences, logistics, advanced communications and innovative companies of the future. Gwinnett County is conveniently located near the top six research colleges and universities in Georgia. Home to Fortune 500 companies, Gwinnett County is the location of more than 60 major business parks. The median household income in Gwinnett is \$64,496 per year with an unemployment rate of 3.8 percent, and a growing population that increased from 764,129 in 2007 to 920,260 in 2017 according to U.S. Census Bureau estimates.

The District continues to benefit from an improved local economy with increasing property values, a trend expected to continue into fiscal year 2019. In fiscal year 2018, the District's gross property digest increased by 7% over the 2017 fiscal year's digest, the second year in an row with a 7% increase.

In regards to State funding, the District experienced a \$17.5 million decrease in QBE formula earnings in fiscal year 2018 due to austerity cuts. This is equal to last year's austerity cut. During fiscal year 2018, the District funded salary improvements, additional support staff in pupil services, maintenance and transportation. The District also continued several cost saving measures to help balance the budget, including maintaining operating budgets at or below prior year spending levels and freezing school staffing allocation formulas except for positions based on student growth.

#### LONG-TERM FINANCIAL PLANNING

The District anticipates meeting its projected capital improvement needs for the next five years through a combination of sales tax revenues and general obligation bond proceeds. The current one percent local option sales tax for education began July 1, 2017 and will continue thru June 30, 2022. The sales tax and general obligation bonds will generate revenue for the District that will be used to construct and renovate school buildings, and improve technology throughout the District. A schedule of District school buildings and their age is on schedule 16 in the statistical section.

The FY 2019 budget cycle will continue to offer an opportunity for growth in the area of salary improvements, instruction and operations. These improvements will allow the District to enhance its focus on the core business of teaching and learning and increasing student achievement.

#### RELEVANT FINANCIAL POLICIES

Fund Accounting: Gwinnett County School District reports its financial activities using fund accounting. This is a system where its transactions are reported in self-balancing sets of accounts to reflect the results of activities (see Note 1 of the Notes to the Basic Financial Statements for a summary of significant accounting policies and a description of the fund types).

Internal Control Structure: The District's financial management officials are responsible for implementing and enforcing a system of internal controls to protect the assets of the District from loss, theft, or misuse and to ensure that reliable accounting data are available for the timely preparation of financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management. No material weaknesses were disclosed as a result of the independent audit of the District's financial statements.

**Budgetary Control:** Budgetary controls are maintained to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is established at the function level within an individual fund. The Board of Education also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

The budget process is comprised of five phases -- planning, preparation, adoption, implementation and evaluation. These phases ensure adequate administration and control of all Board of Education funds. To maintain compliance with budget policies and State of Georgia law, a budget development calendar is adopted by the Board of Education in October of each fiscal year. The calendar outlines the budget development process for the next fiscal year.

Local School Administrators Association, Teacher Advisory Council, and Area Board meetings provide opportunities for principals, teachers, and community members to offer feedback on the budget. Five area Board meetings - one in each member's district - are held in the spring during the budget process. Two public hearings are held prior to the Board of Education adopting the hudget in May.

#### **MAJOR INITIATIVES**

Gwinnett County Public Schools' Strategic Initiatives 2018 – 2022 are fundamental to our core business of teaching and learning. There initiatives are: 1) Leadership Development; 2) Compensation & Evaluation; 3) Transforming Teaching and Learning for Increased Student Achievement and 4) Operational Efficiency and Effectiveness. The focus on these initiatives will move the District forward in its efforts to become a system of world-class schools.

#### OTHER INFORMATION

Independent Audit: The financial statements have been audited by Mauldin & Jenkins, LLC, whose opinion is expressed on page 1. The District complies with the requirements of the U.S. Office of Management and Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the associated reports and schedules are presented in the last section of this report.

Financial Reporting Awards: For the 31st consecutive year, the Gwinnett County Board of Education received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting. This award certifies that the comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2017, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials of the United States and Canada. The award is granted only after an

intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. ASBO's Certificate of Excellence in Financial Reporting is valid for one year only.

Acknowledgments: We wish to express our gratitude and appreciation to LaWanda Hankins, Director of Financial Reporting and Accounting and to the entire staff of the Business and Finance Division whose dedicated efforts and professionalism have enabled this report to be completed on a timely basis.

Respectfully submitted,

Whin Willook

J. Alvin Wilbanks CEO/Superintendent

Joseph P. Heffron Chief Financial Officer

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# The Certificate of Excellence in Financial Reporting is presented to

## **Gwinnett County Board of Education**

for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year Ended June 30, 2017.

The CAFR has been reviewed and met or exceeded ASBO International's Certificate of Excellence standards.



Charles E. Peterson, Jr., SFO, RSBA, MBA
President

Charles Decorpon, Ja

John D. Musso, CAE
Executive Director

## Gwinnett County Board of Education Function and Composition June 30, 2018

All matters relating to education and operation in the Gwinnett County Board of Education schools are governed and controlled by the Board of Education (Board), as provided by Georgia Law.

The Board has the responsibility to maintain a reasonably uniform system of public schools providing quality education for all young people of Gwinnett County. With the advice of the CEO/Superintendent, it must determine the policies and prescribe the rules and regulations for the management of the School System.

The Board holds regular public meetings once a month to conduct normal business. Additional called meetings are sometimes necessary for a specific purpose.

The Board is composed of five members who are elected on a district basis. Each member resides within one of five voting districts.

The Board elects annually a Chairman and Vice Chairman from its members.

As of January 1, 2018, the members of the Board and years of expiration of their terms are as follows:

TITLE	NAME	TERM EXPIRES
Chairman	Ms. Carole Boyce	12-31-2020
Vice-Chairman	Mr. Daniel D. Seckinger	12-31-2018
Board Member	Dr. Mary Kay Murphy	12-31-2020
Board Member	Dr. Robert McClure	12-31-2018
Board Member	Ms. Louise Radloff	12-31-2020

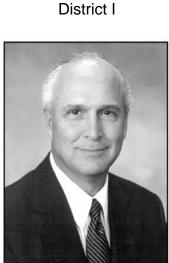
#### MISSION STATEMENT

The mission of the Gwinnett County Board of Education is to pursue excellence in academic knowledge, skills, and behavior for each student, resulting in measured improvement against local, national, and world-class standards.

# Gwinnett County Board of Education Elected Officials and CEO/Superintendent of Schools June 30, 2018



Carole C. Boyce 2018 Chairman, District I



Dr. Robert McClure, District IV



Daniel D. Seckinger 2018 Vice Chairman, District II



Louise Radloff, District V



Dr. Mary Kay Murphy, District III



J. Alvin Wilbanks, CEO/Superintendent

#### Gwinnett County Board of Education SUPERINTENDENT'S EXECUTIVE CABINET June 30, 2018

Mr. Alvin Wilbanks CEO/Superintendent

Dr. Linda Anderson Associate Superintendent of Human Resources and Talent Management

Dr. Frances Davis Associate Superintendent for District Performance and

Community Engagement

Dr. Steve Flynt Associate Superintendent of School Improvement and Operations

Dr. Jonathan Patterson Associate Superintendent of Curriculum & Instructional Support

Ms. Berney Kirkland Chief of Staff

Dr. Debbie Durrence Chief Data Officer

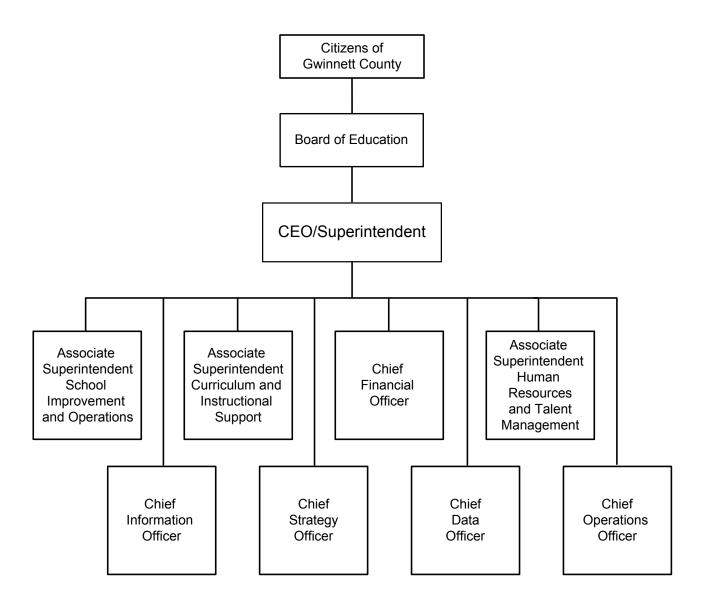
Mr. Joseph P Heffron Chief Financial Officer

Mr. Frank Elmore Chief Information Officer

Mr. Walt Martin Chief Operations Officer

Mr. Jorge Gomez Executive Director of Administration and Policy

## Gwinnett County Board of Education Organizational Chart June 30, 2018





#### INDEPENDENT AUDITOR'S REPORT

The Board of Education Gwinnett County, Georgia Suwanee, Georgia

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Gwinnett County Board of Education** (the "Board"), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Gwinnett County Board of Education, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Emphasis of Matter**

As discussed in Notes 10 and 13, the Gwinnett County Board of Education implemented Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, as of July 1, 2017. This standard significantly changed the accounting for the Gwinnett County Board of Education's net other postemployment benefits (OPEB) liability and the related disclosures. Our opinions are not modified with respect to this matter.

#### **Other Matters**

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, pension information, OPEB information, and budgetary comparison information of the General Fund on pages 4-18, 65-72, 73-75, and 76, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board's basic financial statements. The combining fund financial statements, as listed in the accompanying table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, as well as the introductory and the statistical sections, also as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fund financial statements and the schedule of expenditures of federal awards (collectively "the supplementary information") are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

#### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2018 on our consideration of the Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

Mauldin & Jenlins, LLC

Atlanta, Georgia December 28, 2018

# Management's Discussion and Analysis (Unaudited)

The discussion and analysis of the Gwinnett County Board of Education's (subsequently referred to as the Board) financial performance provides an overall review of the Board's financial activities for the fiscal year ended June 30, 2018. The intent of this discussion and analysis is to examine the Board's financial performance as a whole. Readers should also review the letter of transmittal and complete financial statements, with notes, to enhance their understanding of the Board's financial performance.

For the seventeenth year, the Board has prepared its annual financial report using the GASB 34 financial reporting model. The reporting model is a combination of both government-wide financial statements and fund financial statements. The basic financial statements contain three components:

- 1) Government-wide financial statements including the Statement of Net Position and the Statement of Activities which provide a broad, long-term view of the Board's finances.
- 2) Fund financial statements including the balance sheets that provide a greater level of detail and focus on how well the Board has performed in the short term in the most significant or major funds.
- 3) Notes to the financial statements.

This report presents the financial highlights for the fiscal year ended June 30, 2018 and other supplementary information.

#### **Financial Highlights**

Key financial highlights for fiscal year 2018 are as follows:

- On the government-wide financial statements:
  - The financial status of the Board, as reflected in total net position, decreased \$15.7 million or 1.9% over fiscal year 2017. Net position of governmental activities decreased by \$11.8 million while the net position of the business-type activities decreased \$3.9 million.
  - The Statement of Net Position reports a restricted amount of \$187.3 million. 52% or \$97.9 million of this restricted amount is due to the funds reserved for debt service requirements. Other amounts restricted include \$89.0 million reserved for the capital program and \$0.4 million reserved for grant programs.
  - The Board reported \$2.0 billion in expenses for the governmental activities. Program specific grants, charges for services and contributions totaling \$980.7 million offset a portion of these expenses. General revenues, primarily property taxes and sales taxes provided for the remaining expenses of these programs.
  - The Net Position of the Board's business-type activities food services decreased \$3.9 million. Total expenses for food service activities were \$96.5 million. Charges for services, operating grants and contributions total \$92.15 million.

#### • On the fund financial statements:

• The General Fund (the primary operating fund), presented on a current financial resources basis, ended the fiscal year with a fund balance of \$322.5 million, an increase of \$58.3 million from June 30, 2017 fund balance of \$264.2 million.

#### **Overview of the Financial Statements**

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the Board:

- The first types of statements are government-wide financial statements that provide both short-term and long-term information about the Board's overall financial status
- The remaining statements are fund financial statements that focus on individual parts of the Board, reporting the Board's operations in more detail than the government-wide statements.
  - ❖ The governmental funds statements tell how basic services such as instruction and instructional support services were financed in the short term as well as what remains for future spending.
  - Proprietary fund statements offer short and long-term financial information about the activities the Board operates like businesses, specifically the school nutrition program.
  - ❖ Fiduciary funds statements provide information about the financial relationships such as the Gwinnett Retirement System (GRS), in which the Board acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the statements and provide additional detail. The statements follow a section of required supplementary information that further explains and supports the financial statements with a comparison of the Board's budget for the year as well as pension and OPEB information.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

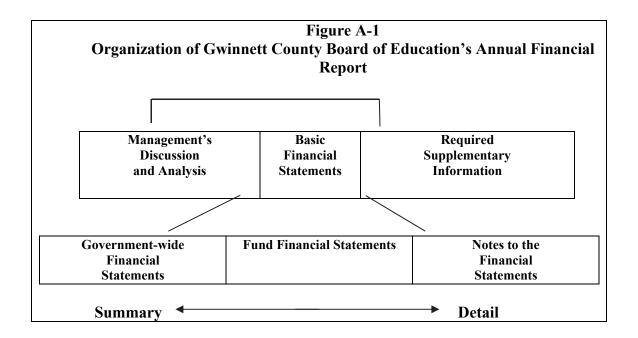


Figure A-2 summarizes the major features of the Board's financial statements, including the portion of the Board's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2 Major Features of the Government-Wide and Fund Financial Statements										
		Fı	und Financial Statements							
	Government-wide Statements	Proprietary Funds	Fiduciary Funds							
Scope	Entire Board (except fiduciary funds)	The activities of the Board that are not proprietary or fiduciary, such as instruction, school administration, and building maintenance	pard that are not operates similar to private businesses: ad food services. the operates similar to private businesses: ad food services. of							
Required financial statements	<ul> <li>Statement of net position</li> <li>Statement of activities</li> </ul>	Balance sheet     Statement of revenues, expenditures, and changes in fund balance	Statement of net position      Statement of revenues, expenses, and changes in fund net position      Statement of cash flows	<ul> <li>Statement of fiduciary net position</li> <li>Statement of changes in fiduciary net position</li> </ul>						
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus						
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the fiscal year or soon thereafter; no capital assets or long- term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can						
Type of inflow/outflow information	All revenues and expenses during the fiscal year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the fiscal year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the fiscal year, regardless of when cash is received or paid	All additions and deductions during the fiscal year, regardless of when cash is received or paid						

#### **Government-wide Statements**

The government-wide statements report information about the Board as a whole using accounting methods similar to those used by private-sector companies. The statement of Net Position includes all of the Board's assets and liabilities. All of the current fiscal year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Board's net position and how they have changed. Net position, the difference between the Board's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, are one way to measure the Board's financial health or position.

Over time, increases or decreases in the Board's net position are an indication of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the Board, additional non-financial factors, such as changes in the property tax base, community support for education and student achievement should be considered.

The government-wide financial statements of the Board are divided into two categories:

- Governmental activities All of the Board's basic services are included here, such as instruction and instructional support, administration, student transportation and maintenance and operation of facilities.
- Business type activities The Board operates a food service operation and charges fees to staff, students and visitors to help cover the cost of the food service operation.

#### **Fund Financial Statements**

The Board's fund financial statements, which begin on page 21, provide detailed information about the most significant funds, not the Board as a whole. Some funds are required by State law and some by bond requirements.

Governmental funds – Most of the Board's activities are reported in governmental funds, which focus on the determination of financial position and change in financial position, not on income determination. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Board's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in

the near future to finance the Board's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary funds — Services for which the Board charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The Board's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The Board uses internal service funds (the other kind of proprietary fund) to report activities to provide supplies and services for its other programs and activities. The Board currently has internal service funds for warehouse activities, risk management and workers compensation, transportation and maintenance inventories and the Board's inhouse print shop.

Fiduciary funds—The Board is the trustee, or fiduciary, for assets that belong to others, such as the Gwinnett Retirement System and miscellaneous funds held for specific instructional programs. The Board is responsible for ensuring that assets of these funds are used strictly for intended purposes and by those to whom the assets belong. The Board excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

#### Financial Analysis of the Board as a Whole

Table 1, below, provides a summary of the Board's net position for the year ended June 30, 2018 compared to June 30, 2017.

			•	Table 1								
Summary of Net Position												
	(in millions of dollars)											
		Govern		Business	• •	_		Percentage				
	_	Activi	ties	Activit		То		Change				
		<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	2017-2018				
Current and other assets	\$	877.8	902.2	20.5	21.2	898.3	923.4	(2.7)%				
Net capital assets	_	2,360.1	2,346.9	6.4	7.0	2,366.5	2,353.9	0.5%				
Total assets		3,237.9	3,249.1	26.9	28.2	3,264.8	3,277.3	(0.4)%				
Deferred outflow of resources		456.4	751.4	7.2	11.7	463.6	763.1	(39.2)%				
ong-term liabilities		3,966.2	4,443.1	74.9	82.4	4,041.1	4,525.5	(10.7)%				
Other liabilities	_	330.8	315.7	4.8	4.5	335.5	320.2	4.8%				
Total Liabilities		4,297.0	4,758.8	79.7	86.9	4,376.7	4,845.7	(9.7)%				
Deferred inflows of resources		175.4	8.1	5.5	0.1	180.9	8.2	2,106.1%				
Net position:												
Net investment in capital assets		1,253.4	1,323.6	6.4	7.0	1,259.8	1,330.6	(5.3%)				
Restricted		187.3	102.5	-	-	187.3	102.5	82.7%				
Unrestricted	_	(2,218.7)	(2,192.4)	(57.4)	(54.1)	(2,276.1)	(2246.5)	(1.3%)				
Total net position	\$ _	(778.1)	(766.3)	(51.0)	(47.1)	(829.1)	(813.4)	(1.9%)				

The Board's combined net position decreased \$15.7 million or 1.9%. The largest portion of the Board's net position reflects its investment in capital assets net of any related outstanding debt. School buildings comprise the largest portion (76%) of the Board's capital assets. An additional portion of the net position is restricted net assets, which experienced an 83% increase from the prior year. This increase is primarily due SPLOST collections restricted for capital construction. The net position of the Board's business-type activities decreased \$3.9 million. This 8.4% decrease is due to aging capital assets and increased operational expenses.

#### Table 2 Changes in Net Position

Fiscal Year Ended June 30, 2018

Table 2 takes the information from the Statement of Activities and presents it in a format that shows total revenues first and then expenses and the resulting increase (decrease) in net position.

	Tab	le 2						
Changes in Net Posi	tion from Oper	ating Results	(in millions	of dollars)				
		Governmental Activities		Business Type Activities		al	Percentage Change	
	2018	2017	2018	2017	2018	2017	2017-2018	
Revenues:								
Program revenues:								
Charges for services	\$ 8.4	7.9	23.9	24.7	32.3	32.6	(0.9)%	
Operating grants and contributions	969.8	919.7	68.3	68.7	1,038.1	988.4	5.0%	
Capital grants and contributions	2.5	23.9	-	-	2.5	23.9	(89.5)%	
General revenues:								
Property taxes	686.4	637.0	-	-	686.4	637.0	7.8%	
Sales taxes	154.3	147.0	-	-	154.3	147.0	5.0%	
Non-program specific state and federal aid	82.8	69.4	-	-	82.8	69.4	19.3%	
Local school activity	26.8	26.7	-	-	26.8	26.7	0.4%	
Interest and investment earnings	8.9	3.6	-	-	8.9	3.6	147.2%	
Miscellaneous	36.2	34.3	<u> </u>	<u> </u>	36.2	34.3	5.5%	
Total Revenues	1,976.1	1,869.5	92.2	93.4	2,068.3	1,962.9	5.4%	
Expenses:								
Instruction	1,348.1	1,265.0	-	-	1,348.1	1,265.0	6.6%	
Pupil services	57.4	55.6	-	-	57.4	55.6	3.2%	
Instructional support	45.3	45.6	-	-	45.3	45.6	(0.7)%	
Educational media services	24.5	23.3	-	-	24.5	23.3	5.2%	
General administration	8.6	7.6	-	-	8.6	7.6	13.2%	
School administration	143.9	139.4	-	-	143.9	139.4	3.2%	
Business administration	12.7	12.3	-	-	12.7	12.3	3.3%	
Maintenance and operations	124.8	119.6	-	-	124.8	119.6	4.3%	
Pupil transportation	115.3	108.0	-	-	115.3	108.0	6.9%	
Support services - central	63.1	60.0	-	-	63.1	60.0	5.2%	
Other support services	4.6	4.3	-	-	4.6	4.3	7.0%	
Interest	39.4	42.3	-	-	39.4	42.3	(6.9)%	
Food services		<u> </u>	96.6	92.4	96.6	92.4	3.0%	
Total Expenses	1,987.6	1,883.0	96.6	92.4	2,084.1	1,975.4	5.5%	
Transfers	(0.3)	(0.3)	0.3	0.3				
Change in net position	(11.8)	(13.8)	(3.9)	1.3	(15.7)	(12.5)	21.6%	
Net position, (restated) July 1, 2017	(766.3)	558.5	(47.1)	12.4	(813.4)	570.9		
Restatement	<u> </u>	(1,311.0)	<u> </u>	(60.8)		(1,371.8)	<u> </u>	
Net position, June 30, 2018	\$ (778.1)	(766.3)	(51.0)	(47.1)	(829.1)	(813.4)		

Table 2 on the previous page shows that revenues from governmental activities for 2018 were \$2.0 billion, while total expenses plus transfers were \$2.0 billion. Governmental activities contributed \$11.8 million to the total decrease in net position, while business-type activities decreased \$3.9 million for a total decrease of \$15.7 million.

Program revenues, in the form of charges for services, operating grants and contributions and capital grants and contributions increased \$29.2 million for governmental activities. This increase is largely due to an increase in state funding related to student growth and other instructional activities.

Property taxes comprise the largest percentage of the general revenues for the Board with 35.0% of total governmental activities revenues coming from this source. Property tax revenues increased 7.8% over the previous fiscal year, the result of improved property values. Sales tax revenues increased 5.0% from fiscal year 2017 to fiscal year 2018, continued improvement due to a growing economy.

Total expenses increased \$108.7 million or 5.5%. Governmental activities experienced an increase of \$104.6 million, while business-type activities increased \$4.1 million. Governmental activities expenses have increased primarily in the functional areas of instruction, general administration, pupil transportation and other support services. This increase in expenses is due to increased salary and benefit costs for all district staff, student growth, and increased transportation needs. Other expenses remained stable as the District maintained several cost saving measures to help balance the budget, allowing the district to accommodate student growth and keeping student/teacher ratios within the limits established by State law.

Table 3 summarizes the cost of the Board's activities into eight functional categories—Instruction; Pupil and Instructional support services; Media services; General and Business administration; School administration; Maintenance and Operations; Pupil Transportation; Central and Other support areas and Interest expense. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the Board's local taxpayers by each of these functions.

The total cost of net governmental activities increased 5.6% while the net cost increased 8.2%. This increase in net cost of services can be attributed to the overall increase in costs due to student growth, pupil transportation and increased employer costs.

Table 3 Net Cost of Governmental Activities (in millions of dollars)											
		Total Of Ser		Percentage Change		Cost ervices	Percentage Change				
	_	2018	2017	2017-2018	2018	2017	2017-2018				
Instruction	\$	1348.1	1,265.0	6.6% \$	544.0	492.4	10.6%				
Pupil and Instructional Support		102.6	101.2	1.5%	82.9	80.3	3.2%				
Educational Media		24.5	23.3	5.2%	1.3	1.1	18.2%				
General and Business School Administration		21.3 143.9	19.9 139.4	7.0% 3.2%	(9.0) 106.0	(6.6) 103.0	36.4% 2.9%				
Maintenance and Operations		124.8	119.6	4.3%	68.5	63.8	7.5%				
Pupil Transportation		115.3	108.0	6.9%	107.4	96.8	11.0%				
Central and Other		67.7	64.3	5.3%	66.4	58.3	13.9%				
Interest	_	39.4	42.3	(6.9)%	39.4	42.3	(6.9)%				
Total	\$_	1,987.6	1,883.0	5.6% \$	1,006.8	931.4	8.2%				

#### **Business Type Activities**

Revenues for the Board's business-type activities were comprised of charges for services, federal and state reimbursements and investment earnings. (See Table 2).

- Total food services revenues plus transfers were \$3.9 million less than expenses.
- Charges for services represent \$23.9 million of revenue. This represents amounts paid by students, teachers and other customers of the school nutrition program.
- Federal and state reimbursement for meals, including payments for free and reduced lunches, was \$68.3 million.
- Transfers were \$277,662.

The Statement of Revenues, Expenses, and Changes in Fund Net Position for this proprietary fund will further detail the actual results of operations.

#### **Governmental Funds**

At June 30, 2018, the Board's governmental funds reported a fund balance of \$648,601,619. The combined balance of all governmental funds was \$55,185,461 lower than 2017 ending balance of \$703,787,080.

The fund balance of the General Fund was \$322,523,819 at June 30, 2018. This is an increase of \$58,364,497 from a June 30, 2017 fund balance of \$264,159,322. This increase in fund balance is due to actual expenditures that were lower than budgeted while revenue

for local property taxes and state student funding were both higher in 2018, by \$43,457,102 and \$68,173,706, respectively.

At June 30, 2018, the fund balance of the Capital Projects Fund was \$211,574,676. This is a decrease of \$110,754,777 from the prior year balance at June 30, 2017 of \$322,329,453. The primary reason for the decrease is due to the completion of school construction and improvement projects financed through the Special Purpose Local Option Sales Tax Program (2012 – 2017).

At June 30, 2018, the fund balance of the Debt Service Fund was \$97,353,781. This is a decrease of \$3,064,210 from the prior year balance at June 30, 2017 of \$100,417,991. This decrease is due to higher payments related to servicing outstanding debt obligations. This fund accounts for annual property tax levies and other revenues that are used for the payment of principal and interest on general obligation bonds.

At June 30, 2018, the fund balance of the Nonmajor Governmental Fund was \$17,149,343. This is an increase of \$269,029 from the June 30, 2017 fund balance of \$16,880,314. Within the Nonmajor Governmental Funds, the funds with the highest expenditures were Title I at \$37.7 million, IDEA Flow-through at \$35.7 million and Local School Funds at \$26.7 million. The Nonmajor Governmental Fund with the highest fund balance was the Local School Fund at \$16.2 million, 95% of the total fund balance of \$17.1 million. This fund accounts for the District's federal, state, and local grant programs. Descriptions of these funds are in the Supplemental Information Combining Fund Statements section.

#### **General Fund Budgeting Highlights**

The Board's budget is prepared according to Georgia State law. The most significant budgeted fund is the General Fund, funded primarily through state revenue and local property tax revenue.

During the course of the fiscal year, the Board amended its General Fund budget monthly. The most significant amendments were:

- An increase to expenditures to bring forward amounts for encumbrances from the prior fiscal year and rebudget.
- An increase to expenditures to bring forward unused budget balances for local schools from the prior fiscal year and rebudget.
- An increase in expenditures as a result of the annual mid-term salary and fringe benefit amendment. This amendment is done annually to adjust all salary and fringe benefit budgets to reflect actual rather than projected average salaries and actual numbers of positions. This amendment is necessary to bring budgets in line with the actual salary and fringe benefit costs once all employees are hired and are in place.

Although the Board's final budget for the General Fund anticipated that expenditures plus transfers would exceed revenues by \$22.8 million, the actual results for the fiscal year show

that expenditures plus transfers were under revenues by \$49.5 million, a variance of \$72.3 million.

The primary reason for this variance is growth in the property tax digest, lapsed expenditures, which are those expenditures that are budgeted but do not materialize by year-end and a stable "austerity" cut. These along with the Board's continued cost saving measures have allowed the financial position to improve.

#### **Capital Asset and Debt Administration**

#### **Capital Assets**

At June 30, 2018, the Board had \$2,360,208,438 invested in a broad range of capital assets, including land, buildings, furniture, and equipment for its governmental activities. The Board's business-type activities had an investment of \$6,442,295 invested in equipment and furniture and is funded with revenues from its operations. The current capital improvement program for governmental activities is funded with revenue from a one-cent special purpose local option sales tax (SPLOST) with current cash flow being provided from general obligation bonds issued in the prior fiscal year in the amount of \$305 million. State capital outlay grants provided \$1.8 million. The capital improvement program is also funded with general obligation bonds issued during fiscal year 2014 for \$211,380,000.

		-	l Assets (ne (in millions	-	•			
		Goverr Activ	imental ities	Busines Activ	• •	To	otal	Total Percentage Change
	_	2018	2017	2018	2017	2018	2017	2017-2018
Land	\$	330.2	330.2			330.2	330.2	0.0%
Construction in progress		124.3	72.3			124.3	72.3	71.9%
Buildings		1,798.6	1,841.7			1,798.6	1,841.7	(2.3)%
Equipment, vehicles, & other	_	107.1	102.7	6.4	6.9	113.5	109.6	3.5%
	\$	2,360.2	2,346.9	6.4	6.9	2,366.6	2,353.8	0.5%

More detailed information about capital assets can be found in note 6 of the Notes to the Basic Financial Statements.

#### **Debt Administration**

At June 30, 2018, the Board had \$1,029,820,000 in general obligation bonded debt. The proceeds of the bonds were used to finance expenditures related to the Board's capital improvement program. 30% or \$305 million of the debt (Series 2016) will be repaid with proceeds from SPLOST. Additionally, the Board has long-term debt obligations certificates of participation in the amount of \$142.6 million.

The District maintains a "Aaa" rating from Moody's and a "AAA" rating from Standard and Poor's for general obligation debt.

Outstanding Long-Term Debt (in millions of dollars)											
		2018	2017	Total Percentage Change							
General obligation bonds & notes	•	1 000 0	1 112 6	/7 E\0/							
(financed with property taxes)	\$	1,029.8	1,113.6	(7.5)%							
Certificates of Participation		142.6	159.2	(10.4)%							
Total		1,172.4	1,272.8	(7.9)%							

More detailed information about long-term debt can be found in note 7 of the Notes to the Basic Financial Statements.

#### **General Budgetary Highlights and Economic Factors**

The fiscal year 2019 budget was presented to the public with the final adoption on May 17, 2018. The budget represents an investment plan for Gwinnett County Public Schools, its students, employees, and the community as a whole. The budget is tied directly to the strategic vision and direction of the Board of Education.

The Total Budget for FY2019 is approximately \$2.2 billion, representing an increase of 2.1% from the amended FY2018 Total Budget. The budget for the general operations of the school district is reflected in the General Fund at \$1.7 billion, an increase of 4.6% over FY2018.

The General Fund represents 77.7% of the Total Budget. Primary day-to-day operations of the school district are budgeted through the General Fund. Student achievement and the teaching and learning process are the central focus of this budget, as evidenced by the fact that 71% of the General Fund budget is targeted for instructional services. The General Fund budget increased by 4.6% over the FY2018 budget. The budgeted expenditure per student increased by 3.96% to \$9,405.

The General Fund is funded with projected state revenue in the amount of \$1.0 billion, federal revenue of \$0.5 million, and projected local revenue in the amount of \$701.7 million.

The millage rate to support this budget is projected to remain unchanged from the previous year rate of 19.8 mills. Also, positively impacting revenue estimates for FY2019 is the projected growth in the local property tax digest. For the fifth year in a row, the county's property tax digest is expected to grow. The increase in property tax revenue is budgeted at \$41.5 million over the FY2018 budget.

The State revenue is expected to increase by \$36.7 million over fiscal year 2018 funding. The State revenue includes funding for student growth, salary improvements, and increases in retirement benefit costs.

For FY2019 the school district once again closely scrutinized all proposed expenditures. For the fifth consecutive year, the FY2019 budget offers the opportunity to fund salary improvements for employees, as well as a number of critical improvements in the areas of instruction and operations. The budget includes a longevity-step salary increase for all eligible employees at a cost of approximately \$17.4 million. Also included is a cost of living salary increase for all employees at cost of \$16.5 million. An increase in employer benefit costs related to healthcare and pensions will add approximately \$52.8 million in expenses for the District.

<u>The Special Revenue Fund</u> FY2019 budget is projected to be \$92.9 million, an increase of \$4.1 million over FY2018. This fund accounts for federal categorical grants such as Title I, IDEA Flow-through, Title II, and secondary vocational grants as well as state and local grants.

The Capital Projects Fund FY2018 budget totals \$144.6 million, a decrease of \$23.3 million from the FY2018 level. This fund includes state capital outlay grants, proceeds from general obligation bonds, and the tax proceeds and expenses funded by the special purpose local option sales tax (SPLOST) approved by voters in November 2011 and 2015.

The Debt Service Fund FY2019 budget is \$140.1 million, a decrease of \$15.2 million from the FY2018 budget. This fund represents the budgeted principal and interest payments for the District's outstanding debt (See note 7 in the Notes to the Basic Financial Statements for more detailed information). The principal and interest payments on Series 2012a and Series 2016 will be paid with accumulated sales tax proceeds and will not require a debt service property tax levy. The millage rate required for the remaining debt service on the General Obligation bonds remained unchanged from the FY2018 rate of 2.05 mills.

<u>The Enterprise Fund</u> contains the budget for the cafeteria operations for the school district. The total budget for this fund is \$97.6 million for FY2019.

<u>The Internal Service Fund</u> represents the operations of the school district's worker's compensation/risk management fund, employee short-term disability program, and the in-house print shop. The total budget for this fund is \$11.6 million for FY2019.

#### Contacting the Board's Financial Management

This financial report is designed to provide the Board's citizens, taxpayers, customers, and investors and creditors with a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Joseph P. Heffron, Chief Financial Officer, Gwinnett County Public Schools, 437 Old Peachtree Road Northwest, Suwanee, Georgia 30024-2978.

#### GWINNETT COUNTY BOARD OF EDUCATION Statement of Net Position As of June 30, 2018

		Governmental Activities	_	Business-type Activities	_	Total
Assets			_	_		
Current assets:	•	04 500 400	•	0.405.040	•	07.050.000
Cash and cash equivalents	\$	91,528,436	\$	6,425,246 13,745,776	\$	97,953,682
Investments at fair value Receivables:		573,656,615		13,745,776		587,402,391
Interest		530,226		_		530,226
Taxes		25,923,294		-		25,923,294
Accounts		992,670		8,131		1,000,801
Internal balances		669,686		(669,686)		-
Due from other governments		176,819,069		332,010		177,151,079
Allowance for doubtful accounts		(1,708)		-		(1,708)
Other		88,020		-		88,020
Inventory		7,399,291	-	703,181	-	8,102,472
Total current assets		877,605,599	-	20,544,658	-	898,150,257
Noncurrent assets:						
Prepaid bond insurance premium		123,838		-		123,838
Capital assets:						
Land and construction in progress		454,462,044		-		454,462,044
Depreciable assets		3,032,195,968		29,585,021		3,061,780,989
Accumulated depreciation		(1,126,449,574)	-	(23,142,726)	-	(1,149,592,300)
Total noncurrent assets		2,360,332,276	-	6,442,295	-	2,366,774,571
Total assets		3,237,937,875	_	26,986,953	-	3,264,924,828
Deferred Outflows of Resources						
Deferred loss on refunding		29,824,397		-		29,824,397
Pension related items		376,798,855		4,916,910		381,715,765
OPEB related items		49,748,509	_	2,306,016	-	52,054,525
Total deferred outflows of resources		456,371,761	-	7,222,926	-	463,594,687
Liabilities						
Current liabilities:						
Cash overdrafts		7,180,670		-		7,180,670
Accounts and contracts payable		43,929,061		363,013		44,292,074
Claims payable		21,199,722		-		21,199,722
Salaries payable		143,621,373		2,396,293		146,017,666
Unearned revenue		-		1,570,969		1,570,969
Due to other governments		20,457		455,398		475,855
General obligation bonds-current Certificates of participation-current		70,720,000 17,380,000		-		70,720,000 17,380,000
Accrued interest payable		24,146,040		_		24,146,040
Compensated absences-current		2,644,531		_		2,644,531
Total current liabilities		330,841,854	-	4,785,673	-	335,627,527
		000,011,001	_	1,1 00,010	-	000,021,021
Noncurrent liabilities:						
General obligation bonds		1,040,152,799		-		1,040,152,799
Certificates of participation		131,040,522		-		131,040,522
Net pension liability		1,494,487,549		15,130,739		1,509,618,288
Net OPEB liability Compensated absences		1,289,923,433 10,567,686		59,792,412		1,349,715,845 10,567,686
Total non-current liabilities		3,966,171,989	-	74,923,151	-	4,041,095,140
Total liabilities		4,297,013,843	_	79,708,824	_	4,376,722,667
Deferred Inflows of Resources						
Pension related items		77,148,786		967,640		78,116,426
OPEB related items		98,224,369		4,553,039		102,777,408
Total deferred inflows of resources		175,373,155	_	5,520,679		180,893,834
Net Position						
Net investment in capital assets		1,253,359,720		6,442,295		1,259,802,015
Restricted for:						
Grant programs		442,951		-		442,951
Debt service		97,901,275		-		97,901,275
Capital projects		88,954,470		-		88,954,470
Unrestricted		(2,218,735,778)		(57,461,919)		(2,276,197,697)
Total net position	\$	(778,077,362)	\$ _	(51,019,624)	\$	(829,096,986)

#### GWINNETT COUNTY BOARD OF EDUCATION Statement of Activities For the Fiscal Year Ended June 30, 2018

Net (Expenses) Revenues and Changes in Net Position Program Revenues Capital Business -Operating Charges for Grants and Grants and Governmental Туре Functions Expenses Services Contributions Contributions Activities Activities Total Governmental activities: Instruction 1,348,139,190 \$ 8,417,372 \$ 794,815,592 \$ 937,498 \$ (543,968,728) \$ (543,968,728) 57,348,613 45.267.081 7,418,511 12,280,796 Pupil services 7,542 (49,922,560) (49,922,560) (32.985.599) (32,985,599) Instructional support 686 (1,322,921) Educational media services 24,476,102 23,152,914 (1,322,921) 267 General administration 8,646,567 30,068,797 21,422,230 21,422,230 143,940,679 12,656,015 1,025 88,876 (105,988,095) (12,447,834) (105,988,095) (12,447,834) School administration 37,951,559 119,305 Business administration 124,750,264 56,263,198 (68,478,506) (68,478,506) Maintenance and operations 8,560 Pupil transportation 115,294,829 6,915,007 1,021,924 (107,357,898) (107,357,898) Support services-central 63 100 149 838 350 399.973 (61.861.826) (61.861.826) Other support services 4,567,267 (4,542,043) (4,542,043) 24,453 771 39,381,050 (39,381,050) (39,381,050) Total governmental activities 1,987,567,806 8,417,372 969,848,482 2.467.121 (1,006,834,831) (1,006,834,831) Business-type activities: Food services 23,863,239 68,286,402 (4,390,952) Total business-type activities 96,540,593 23,863,239 68,286,402 (4,390,952) (4,390,952) 2,084,108,399 \$ 32,280,611 1,038,134,884 2,467,121 (1,006,834,831) (4,390,952) (1,011,225,783) General revenues: Taxes: Property taxes levied for general purposes 624,370,376 624,370,376 Property taxes levied for debt services 62,070,672 62,070,672 154,270,615 154.270.615 Sales taxes 82,790,008 Federal and state aid not restricted to specific programs 82,790,008 Unrestricted interest and investment earnings 8,850,672 163,058 9,013,730 Unrestricted local school activity 26,793,844 26,793,844 36.207.261 36.207.261 Miscellaneous Transfers (277,662) 277,662 995,516,506 Total general revenues and transfers 440,720 (11,759,045) (3,950,232) Change in net position (15.709.277) Net position, (restated) July 1, 2017 (766,318,317) (47,069,392) (813,387,709) (778,077,362) \$ (51,019,624) \$ (829,096,986) Net position, June 30, 2018

# GWINNETT COUNTY BOARD OF EDUCATION Balance Sheet Governmental Funds As of June 30, 2018

		General Fund	_	Capital Projects Fund		Debt Service Fund		Nonmajor Governmental Funds	_	Total Governmental Funds
Assets										
Cash and cash equivalents	\$	79,843,121	\$	7,610,473	\$	387,769	\$	2,510,584	\$	90,351,947
Investments at fair value		251,926,161		200,812,847		101,922,822		18,994,785		573,656,615
Receivables:										
Taxes		11,807,725		13,285,810		829,759		-		25,923,294
Interest		340,459		189,767		-		-		530,226
Due from other governments		139,974,791		26,938,219		-		9,905,892		176,818,902
Due from other funds		23,556,766		5,239,075		-		626,159		29,422,000
Accounts		609,304		-		-		-		609,304
Other		83,076		4,944		-		-		88,020
Allowance for doubtful accounts		(1,708)		-	_	-		-	_	(1,708)
Total assets	\$	508,139,695	\$	254,081,135	\$	103,140,350	\$	32,037,420	\$	897,398,600
Liabilities, deferred inflows of resources, and fund balances Liabilities: Cash overdrafts	\$	6,968,797	\$	-	\$	-	\$	-	\$	6,968,797
Accounts and contracts payable		7,858,819		34,133,792		-		364,079		42,356,690
Salaries and benefits payable		137,708,862		-		-		5,912,511		143,621,373
Due to other funds		27,696,166		8,372,667		5,239,075		8,608,814		49,916,722
Due to other governments		15,550		-	_	-		2,673	_	18,223
Total liabilities	_	180,248,194	=	42,506,459	-	5,239,075	-	14,888,077	-	242,881,805
Deferred inflows of resources:										
Unavailable revenue - property taxes	_	5,367,682	-	-	_	547,494	-	-	_	5,915,176
Total deferred inflows of resources	_	5,367,682	-	-	=	547,494	-	-	-	5,915,176
Fund balances:										
Restricted		-		211,574,676		97,353,781		442,951		309,371,408
Committed		-		-		-		16,706,392		16,706,392
Assigned		109,928,704		-		-		-		109,928,704
Unassigned		212,595,115		-		-		-		212,595,115
Total fund balances		322,523,819	_	211,574,676	-	97,353,781	-	17,149,343	_	648,601,619
Total liabilities, deferred inflows of resources and fund balances	\$	508,139,695	\$	254,081,135	\$	103,140,350	\$	32,037,420	\$	897,398,600

#### **GWINNETT COUNTY BOARD OF EDUCATION Reconciliation of the Governmental Funds Balance Sheet** with the Statement of Net Position As of June 30, 2018

#### Amounts reported for governmental activities in the statement of net position are different because:

Total fund balance-governmental funds	\$	648,601,619
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$3,485,873,010 and the accumulated depreciation is \$1,125,800,267		2,360,072,743
Property tax revenue that is not available to pay for current period expenditures has been deferred in the governmental funds but is recognized as revenue in the government-wide financial statements.		5,915,176
Internal service funds are used by the Board's management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included with governmental activities in the statement of net position.		5,375,563
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities and related amounts at fiscal year-end consist of:		
Bonds payable Bond issuance premium on bond refunding Deferred loss on bond refunding Net pension liability Net OPEB liability Deferred outflows pension related items Deferred inflows pension related items Deferred outflows OPEB related items Deferred inflows OPEB related items Prepaid premium for bond insurance costs Certificates of participation Certificates of participation refunding Accrued interest payable Compensated absences	\$ (1,029,820,000) (81,052,799) 28,353,040 (1,493,317,154) (1,288,978,632) 376,496,507 (77,099,488) 49,712,072 (98,152,425) 123,838 (142,640,000) (5,780,522) 1,471,357 (24,146,040) (13,212,217)	(3,798,042,463)
Total net positiongovernmental activities	\$	(778,077,362)

See accompanying notes to basic financial statements.

#### **GWINNETT COUNTY BOARD OF EDUCATION** Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2018

		General Fund		Capital Projects Fund		Debt Service Fund		Nonmajor Governmental Funds		Total Governmental Funds
Revenues:							_			
Property taxes	\$	622,773,842	\$	-	\$	61,880,148	\$	-	\$	684,653,990
Sales tax		-		154,270,615		-		-		154,270,615
Other local sources		35,713,301		-		-		27,287,804		63,001,105
State sources		983,570,513		1,811,181		-		378,339		985,760,033
Federal sources		785,845		-		961,501		75,424,843		77,172,189
Investment earnings	_	4,360,217	_	3,598,673	_	891,782	_	-	_	8,850,672
Total revenues		1,647,203,718	_	159,680,469	_	63,733,431	_	103,090,986	_	1,973,708,604
Expenditures:										
Current:										
Instruction		1,023,072,371		-		-		95,593,659		1,118,666,030
Pupil services		50,688,227		-		-		3,742,685		54,430,912
Instructional support		34,517,662		-		-		6,380,562		40,898,224
Educational media services		21,816,952		-		-		6,678		21,823,630
General administration		4,328,491		-		-		3,527,225		7,855,716
School administration		135,021,197		-		-		-		135,021,197
Business administration		11,050,276		-		-		97,766		11,148,042
Maintenance & operations		114,041,726		-		-		2,120		114,043,846
Pupil transportation		105,831,707		-		-		192,158		106,023,865
Support services-central		56,820,430		-		-		560,108		57,380,538
Other support services		4,097,617		-		-		174,070		4,271,687
Capital outlay:										
Capital outlay		9,620,545		183,772,267		-		-		193,392,812
Debt service:										
Debt service-principal		-		-		100,285,000		-		100,285,000
Debt service-interest		-		-	_	54,775,620		-	_	54,775,620
Total expenditures		1,570,907,201	_	183,772,267	_	155,060,620	-	110,277,031	_	2,020,017,119
Excess (deficiency) of revenues over (under) expenditures		76,296,517	_	(24,091,798)	_	(91,327,189)	_	(7,186,045)	_	(46,308,515)
Other financing sources (uses):										
Sale of capital assets		_		1,600,000		_		_		1,600,000
Transfers in		_		-		88,262,979		7,455,074		95,718,053
Transfers out		(17,932,020)		(88,262,979)		-		-		(106,194,999)
Total other financing sources (uses)	_	(17,932,020)	_	(86,662,979)		88,262,979	-	7,455,074	_	(8,876,946)
• , ,			_		_		_		_	
Net change in fund balances		58,364,497		(110,754,777)		(3,064,210)		269,029		(55,185,461)
Fund balances - July 1, 2017		264,159,322	_	322,329,453	_	100,417,991	_	16,880,314	_	703,787,080
Fund balances - June 30, 2018	\$	322,523,819	\$_	211,574,676	\$ _	97,353,781	\$ _	17,149,343	\$ _	648,601,619

## **GWINNETT COUNTY BOARD OF EDUCATION**

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances with the Government-Wide Statement of Activities

For the Fiscal Year Ended June 30, 2018

Total net change in fund balances-governmental funds	\$ (55,185,461)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$109,976,847 were less than depreciation expense of \$88,741,492 in the current period.	21,235,355
Disposals of capital assets are not reflected in the governmental funds, but the loss on the disposal of these assets at their net book value is reflected on the statement of activities.	(7,875,890)
Property tax revenue that is not available to pay for current period expenditures has been deferred in the governmental funds but is recognized as revenue in the government-wide financial statements. The change in unavailable revenue from prior fiscal year to the current fiscal year is recorded as revenue in the statement of activities.	1,787,058
Issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction; however, has any effect on net position. Also, governmental funds report the effect of premiums, deferred losses on refundings, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Additionally the net pension liability and related amounts and the net OPEB liability and related amount are not accrued in the governmental funds. The details of this difference are as follows:	
Repayment of bond principal \$83,770,000 Repayment of certificates of participation 16,515,000 Amortization of premium on bonds and certificates of participation 17,951,304 Amortization of prepaid bond insurance (48,643) Amortization of deferred loss on refunding of bonds (3,350,588) Change in net pension liability and related items (61,275,564) Change in net OPEB liability and related items (27,329,962)	26,231,547
Interest expense reported in the statement of activities is recorded as incurred, whereas	842.497
interest expenditures in the governmental fund statements is reported when due.  Compensated absences do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	213,027
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	 992,822
Change in net position of governmental activities	\$ (11,759,045)

## GWINNETT COUNTY BOARD OF EDUCATION Statement of Net Position Proprietary Funds As of June 30, 2018

	Business Type			Governmental	
		Activities:		Activities:	
	Enterprise Fund	Non-major Enterprise Fund	Total	Internal	
	School Nutrition	Café	Enterprise	Service	
	Program	Operations	Funds	Service	
Assets				•	
Current assets:					
Cash and cash equivalents	6,397,432 \$	27,814 \$	6,425,246 \$	1,176,489	
Investments at fair value	13,745,776	-	13,745,776	-	
Receivables:					
Due from other funds	-	-	-	26,599,875	
Due from other governments	332,010	-	332,010	167	
Accounts receivable	8,131	-	8,131	-	
Inventory	696,181	7,000	703,181	7,399,291	
Total current assets	21,179,530	34,814	21,214,344	35,175,822	
Noncurrent assets:					
Capital assets:					
Equipment	29,568,486	16,535	29,585,021	785,002	
Accumulated depreciation	(23,142,104)	(622)	(23,142,726)	(649,307)	
Total noncurrent assets	6,426,382	15,913	6,442,295	135,695	
Total assets	27,605,912	50,727	27,656,639	35,311,517	
Deferred outflows of resources					
OPEB related items	2,306,016	_	2,306,016	36,437	
Pension related items	4,916,910	_	4,916,910	302,348	
1 Shown rolated terms	4,010,010		4,010,010	002,040	
Total deferred outflows of resources	7,222,926	<u> </u>	7,222,926	338,785	
Liabilities					
Current liabilities:					
Cash overdrafts	-	-	-	211,873	
Accounts and contracts payable	352,023	10,990	363,013	1,035,225	
Salaries payable	2,396,293	-	2,396,293	-	
Due to other funds	640,535	29,151	669,686	5,589,247	
Due to other governments	455,398	-	455,398	2,234	
Unearned revenue	1,560,383	10,586	1,570,969	-	
Claims payable			<u> </u>	21,199,722	
Total current liabilities	5,404,632	50,727	5,455,359	28,038,301	
Noncurrent liabilities:					
Net OPEB liability	59,792,412	-	59,792,412	944,801	
Net pension liability	15,130,739		15,130,739	1,170,395	
Total liabilities	80,327,783	50,727	80,378,510	30,153,497	
Deferred inflows of resources					
OPEB related items	4,553,039	-	4,553,039	71,944	
Pension related items	967,640		967,640	49,298	
Total deferred inflows of resources	5,520,679	<u> </u>	5,520,679	121,242	
Net Position					
Investment in capital assets	6,426,382	15,913	6,442,295	135,695	
Unrestricted	(57,446,006)	(15,913)	(57,461,919)	5,239,868	
Total net position	\$ (51,019,624) \$	- \$	(51,019,624) \$	5,375,563	
τοιαι πει μοδιίιση	ψ (31,018,024) Φ		(31,018,024)	3,313,303	

# GWINNETT COUNTY BOARD OF EDUCATION Statement of Revenues, Expenses, and Changes in Fund Net Position Proprietary Funds For the Fiscal Year Ended June 30, 2018

			Business-Type				Governmental
			Activities:				Activities:
	·		Non-major				
	Enterprise Fund		Enterprise Fund		Total		Internal
	School Nutrition		Café		Enterprise		Service
	Program	_	Operations		Funds		Funds
Operating revenues:							
Charges for services	\$ 23,605,241	\$	257,998	\$	23,863,239	\$	24,439,735
Total operating revenues	23,605,241	_	257,998	_	23,863,239	_	24,439,735
Operating expenses:							
Salaries and employee benefits	35,230,606		224,678		35,455,284		1,191,561
Food and supplies	44,813,551		192,657		45,006,208		15,955,809
Purchased services	8,645,720		117,703		8,763,423		858,143
Travel	29,572		-		29,572		1,954
Depreciation	1,450,464		622		1,451,086		68,073
Claims expense	-		-		-		13,691,756
Insurance premiums	-		-		-		1,876,096
Other expenses	5,835,020		-		5,835,020		2,805
Total operating expenses	96,004,933		535,660		96,540,593		33,646,197
Operating income (loss)	(72,399,692)	=	(277,662)	_	(72,677,354)	_	(9,206,462)
Nonoperating revenues							
Investment earnings	163,058		-		163,058		-
State grants	2,410,580		-		2,410,580		-
Federal grants	65,875,822	_	_		65,875,822		-
Total nonoperating revenues	68,449,460	_	-		68,449,460		-
Income (loss) before transfers	(3,950,232)		(277,662)		(4,227,894)		(9,206,462)
Transfers in	<u>-</u> _	_	277,662		277,662		10,199,284
Change in net position	(3,950,232)		-		(3,950,232)		992,822
Total net position (restated)-July 1, 2017	(47,069,392)	_		_	(47,069,392)		4,382,741
Total net position-June 30, 2018	\$ (51,019,624)	\$		\$	(51,019,624)	\$	5,375,563

## **GWINNETT COUNTY BOARD OF EDUCATION**

# Statement of Cash Flows Proprietary Funds For the Fiscal Year Ended June 30, 2018

				Business Type Activities:		Governmental Activities:
		Enterprise Fund School Nutrition Program	·	Non-major Enterprise Fund Café Operations	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities						
Cash received from user charges	\$	23,886,527	\$	257,998 \$	24,144,525 \$	
Cash payments to employees for services		(32,668,751)		(224,678)	(32,893,429)	(1,124,251)
Cash payments for insurance claims		-		-	-	(10,880,306)
Cash payments to suppliers for goods and services		(45,143,162)		(188,079)	(45,331,241)	(16,655,684)
Cash payments for other operating expenses		(14,328,732)		(111,598)	(14,440,330)	
Net cash (used for) operating activities		(68,254,118)		(266,357)	(68,520,475)	(9,964,141)
Cash flows from noncapital financing activities						
State and federal grants		68,286,402		-	68,286,402	-
Transfers in				277,662	277,662	10,199,284
Net cash provided by noncapital financing activities		68,286,402		277,662	68,564,064	10,199,284
Cash flows from capital and related financing activities						
Acquisition of equipment		(936,932)		(16,535)	(953,467)	
Net cash (used for) capital and related financing activities		(936,932)		(16,535)	(953,467)	
Cash flows from investing activities						
Interest on investments		163,058		<u> </u>	163,058	
Net cash provided by investing activities		163,058		<u> </u>	163,058	
Net increase (decrease) in cash and cash equivalents		(741,590)		(5,230)	(746,820)	235,143
Cash and cash equivalentsbeginning		20,884,798		33,044	20,917,842	941,346
Cash and cash equivalentsending	\$	20,143,208	\$	27,814 \$	20,171,022 \$	1,176,489
Reconciliation of operating income (loss) to net cash						
(used for) operating activities:.						
Operating income (loss)	\$	(72,399,692)	\$	(277,662) \$	(72,677,354) \$	(9,206,462)
Adjustments to reconcile operating income (loss) to						
net cash (used for) operating activities:						
Depreciation		1,450,464		622	1,451,086	68,073
Changes in assets and liabilities:						
Due from other governments		(47,112)		-	(47,112)	-
Due from other funds		-		-	-	(5,743,635)
Accounts receivable		4,238		-	4,238	-
Inventories		(158,242)		(1,244)	(159,486)	(360,720)
Net pension liability and related deferrals		1,185,199		-	1,185,199	46,947
Net OPEB liability and related deferrals		1,288,641		-	1,288,641	20,363
Unearned revenue		190,289		6,105	196,394	-
Accounts and other payables		5,973		2,431	8,404	101,956
Claims payable		-		-	-	4,687,546
Salaries payable		88,015		-	88,015	-
Due to other funds	_	138,109		3,391	141,500	421,791
Net cash (used for) operating activities	\$	(68,254,118)	\$	(266,357) \$	(68,520,475) \$	(9,964,141)

## **GWINNETT COUNTY BOARD OF EDUCATION**

## Statement of Fiduciary Net Position Fiduciary Funds As of June 30, 2018

	_	Agency Fund- Local School Activity	M	vate Purpose Trust Fund iscellaneous ctional Programs	Pension and Other Employee Benefits Trust Funds
Assets					
Cash and cash equivalents	\$	-	\$	642,838 \$	1,595,123
Investments at fair value:					
Local Government Investment Pool		4,769,035		131,040	-
Common stocks		-		-	364,831,101
Preferred stocks		-		-	4,670,529
Mutual and commingled funds		-		-	1,395,426,923
Corporate bonds		-		-	115,250,339
Money market funds		-		-	32,166,245
Private equity		-		-	29,853,019
U.S. treasury inflation protected securities		-		-	123,398,273
Securities lending short-term collateral					
investment pool		-		-	78,350,107
Receivables		-		-	2,889,531
Due from other funds		-		-	537,146
Total assets	_	4,769,035		773,878	2,148,968,336
Liabilities					
Accounts payable		4,769,035		40,983	79,079,697
Due to other funds		-		383,366	-
Total liabilities	_	4,769,035		424,349	79,079,697
Net Position					
Restricted for:					
Employees' pension benefits		-		-	2,067,756,370
Employees' disability insurance benefits		-		-	2,132,269
Individual, organizations, and other governments		-		349,529	-
Total net position	\$	-	\$	349,529 \$	2,069,888,639

## GWINNETT COUNTY BOARD OF EDUCATION Statement of Changes in Fiduciary Net Position Fiduciary Funds

## For the Fiscal Year Ended June 30, 2018

	Private Purpose t Fund-Miscellaneous tructional Programs		Pension and Other Employee Benefits Trust Funds
Additions		_	
Contributions:			
Employer	\$ -	\$	35,528,441
Members	-		12,348,575
Other	647,413		-
Total contributions	 647,413	_	47,877,016
Investment income:			
From investment activities:			
Net appreciation in fair value of investments	-		254,560,283
Interest income and dividends	1,278		15,131,290
Other investment income	-		10,236
Less: Investment expenses	 -	_	(3,646,382)
Net income from investing activities	 1,278	_	266,055,427
From security lending activities:			
Security lending income	-		277,764
Security lending expenses	-		(15,277)
Net appreciation in fair value of short-term			
collateral investment pool	 -	_	14,024
Net income from security lending activities	 	_	276,511
Net investment income	 1,278	_	266,331,938
Total additions	 648,691	_	314,208,954
Deductions			
Benefits paid to participants	-		80,796,388
Other expenses	 481,678	_	1,712,164
Total deductions	 481,678	_	82,508,552
Change in net position restricted for:			
Employees' pension benefits	-		231,600,189
Employees' disability insurance benefits	-		100,213
Individuals, organizations, and other governments	167,013		-
Net position-July 1, 2017	 182,516	_	1,838,188,237
Net position-June 30, 2018	\$ 349,529	\$	2,069,888,639

#### GWINNETT COUNTY BOARD OF EDUCATION

# NOTES TO BASIC FINANCIAL STATEMENTS FISCAL YEAR ENDED JUNE 30, 2018

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Gwinnett County Board of Education (the "Board") operates under a Board-Superintendent form of government and provides public educational services to the citizenry of Gwinnett County, Georgia, except for the area within the corporate limits of the City of Buford, Georgia. The Board receives funding from local, state, and federal government sources and must comply with the commitment or compliance requirements of these funding source entities.

The accounting policies of the Board conform to accounting principles generally accepted in the United States of America which are applicable to governmental entities. The Governmental Accounting Standards Board ("GASB") is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the Board's more significant accounting policies:

a. Reporting Entity - In evaluating how to define the reporting entity of the Board, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth by GASB Codification section 2100. The concept underlying the definition of the reporting entity is that of the financial accountability criteria: that elected officials of the primary government can impose their will on the potential component unit or based on the general significance of the operational or financial relationship between the primary government and the potential component unit. Based on this criteria, the Board is not financially accountable for any legally separate organization. However, the fiduciary component unit discussed below is included because of the significance of their operational or financial relationships with the Board.

## Fiduciary Component Unit

The Gwinnett County Board of Education Retirement System ("GRS") is governed by a separate board of directors. Although GRS is legally separate from the Board, GRS is reported as part of the primary government because its primary purpose is to provide services to the Board and there is a financial burden relationship due to the contributions made by the Board to GRS. The financial statements of GRS are reported as a pension trust fund. The financial data for GRS is presented as of and for the year ended December 31, 2017, the date of the latest available financial statements. Financial statements can be obtained at 437 Old Peachtree Road, Suwanee, GA 30024.

Based on the above criteria, the Board is not considered a component unit of any other governmental reporting entity.

b. Government-wide and fund financial statements - The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds (General Fund, Capital Projects Fund, and Debt Service Fund) and major enterprise funds (School Nutrition Program) are reported as separate columns in the fund financial statements.

c. Measurement focus, basis of accounting, and financial statement presentation - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds do not measure the results of operations and thus do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Board's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and fund balance as a measure of available resources. This means that only current assets and liabilities are generally included on their balance sheets. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. considered to be available if collected within 60 days after the fiscal year-end. Property taxes are reported as receivables and unavailable revenue when levied and as revenues when due for collection in the following fiscal year and determined to be available. Grants and entitlement revenues are recognized when compliance with all applicable eligibility requirements are met. A receivable is established when the related expenditures exceed revenue receipts. Major revenue sources which are susceptible to accrual are property tax, sales tax, and intergovernmental revenue. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability, and net OPEB liability, and claims and judgments, are recorded only when payment is due.

The Board reports the following major governmental funds:

- General Fund The general fund is the primary operating fund of the Board. It is used to
  account for all financial resources of the Board, except those required to be accounted for in
  another fund.
- Capital Projects Fund The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).
- Debt Service Fund The debt service fund is used to account for the payment of principal and interest on all long-term general obligation debts. The debt service fund is used to accumulate resources over the outstanding life of the bond issue in an amount equal to the maturity value. Cash of the debt service fund may be invested in income producing securities which are converted back into cash at the maturity date for use in retiring bonds. This fund is also used to account for interest payments related to the certificates of participation.

The Board reports the following major enterprise fund:

• School Nutrition Program - An enterprise fund is used to account for operations similar to those found in private business enterprises and (a) that are financed primarily through user charges, or (b) where the governing body has decided the determination of net income is appropriate. The School Nutrition Program fund provides meals to the students and faculty of the Board.

Additionally, the Board reports the following fund types:

- Special Revenue Funds Special revenue funds are used to account for revenues received from governmental agencies and other organizations that are legally restricted or committed to expenditures for specified purposes.
- Internal Service Funds Internal service funds are used to account for goods or services provided by one department to other departments of the Board on a cost-reimbursement basis.
- Agency Fund the agency fund is used to account for local school funds held strictly onbehalf of school organizations.
- Private-Purpose Trust Fund the private purpose trust fund is used to account for resources held in trust for various student organizations.
- Pension Trust and Other Employee Benefits Fund the pension trust and other employee benefits fund accounts for the activities of the Gwinnett County Board of Education Retirement System, a single-employer defined benefit combination retirement and disability plan. Also accounted for in this fund is a short-term disability benefit plan for active employees.

Operating revenues and expenses of the proprietary funds are reported for exchange and exchange like transactions associated with the principal activity of that function. All other transactions are considered nonoperating. When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

d. Encumbrances - Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. Open encumbrances at fiscal year-end are reported as assigned fund balance and do not constitute expenditures or liabilities because the related goods and/or services have not been received. Unencumbered appropriations lapse at the end of the fiscal year, except for amounts related to local school allotments and capital projects, which are carried forward to the next fiscal year. Encumbered appropriations are rebudgeted in the following fiscal year.

As of June 30, 2018, the Board has encumbered \$6,923,935 in the General Fund.

e. <u>Investments</u> - Investments of all funds are carried at fair value. Interest income on investments is accrued as earned. At June 30, 2018, the Board's investments included funds on deposit in the Georgia Fund 1, the State of Georgia investment pool created by OCGA 36-83-8, which is a stable asset value investment pool which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair value as of year-end and the Board's investment in the Georgia Fund 1 is reported at fair value.

The credit risk associated with the Board's investments is primarily due to its reliance upon securities of the U.S. government and its agencies. As with any fixed income portfolio, there exists market price risk in a changing interest rate environment, and some of the Board's investments are subject to decline in market value as interest rates increase.

f. <u>Inventories and prepaid items</u> - Inventories in governmental funds are reported at cost (first-in, first-out). The Board uses the consumption method to account for inventories. Under this method, inventory purchased is initially recorded as an asset and recognized as an expenditure in the period in which the inventories are actually consumed. Inventories in proprietary funds are valued at the lower of cost (first-in, first-out) or market. Within the enterprise fund, commodity inventory received but not used at fiscal year end is classified as restricted net position.

Payments made to vendors for services that will benefit periods beyond the balance sheet are recorded as prepaid items and accounted for using the consumption method.

g. <u>Capital Assets and Depreciation</u> - Capital assets, which include property, vehicles, equipment and major information systems, are utilized for general school operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated acquisition value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenses and expenditures when incurred. Major additions and improvements are capitalized. When assets in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund.

The Board's capital assets are depreciated using the straight-line method over the estimated useful lives of the capital assets. Land and construction in progress are not depreciated. Depreciation of all other capital assets is charged as an expense against their operations in the Statement of Activities and the proprietary fund financial statements. Capitalization thresholds and estimated useful lives of capital assets reported in the District-wide statements are as follows:

	Capitalization	Useful
	<b>Threshold</b>	<u>Life</u>
Motor vehicles (car and trucks)	\$5,000	12 years
Motor vehicles (buses)	5,000	15 years
Computer equipment	5,000	4-7 years (varies according to type)
Equipment	5,000	3-15 years (varies according to type)
Information Systems	1,000,000	5-7 years
Buildings and Improvements	100,000	7-50 years
Mobile Classrooms	5,000	20 years

h. <u>Compensated Absences</u> - Board employees earn annual vacation leave based on length of service, up to a maximum of 23 days after 20 years of service. Sick leave is accrued at 1.25 days per month, and may be accumulated up to a maximum of 150 days. When an employee retires, the unused sick leave days may be applied towards State retirement for additional benefits.

Accrued vacation and sick leave bank compensated absences are shown as long-term liabilities on the statement of net position except for the portion expected to become due within one year. Those amounts are shown as current liabilities. The sick leave bank liability represents the amount of available leave associated with those employees who elect to participate in this benefit by contributing a portion of their accrued sick leave into a pool that can be accessed by members of the bank who experience a catastrophic illness that results in the use of all of their accrued leave. The sick leave bank committee can approve an additional 60 days of sick leave for members based on their demonstrated need. A fund liability is accrued only for the matured portion of compensated absences at fiscal year end. All other accrued sick leave is predominately applied towards retirement so no accrual is made for this type of accrued sick leave.

i. <u>Deferred Compensation Plan</u> - The Board sponsors a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all Board employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in custodial accounts for the exclusive benefit of the Plan participants and their beneficiaries, and are therefore not included in the Board's financial statements.

j. <u>Self-Insurance</u> - The Board is exposed to various risks of loss related to torts; damage to and destruction of assets; errors and omissions; and natural disasters for which the Board carries commercial insurance. In addition, the Board has chosen to establish a risk financing fund for risks associated with workers' compensation and general liability. This fund is accounted for as an internal service fund. For workers' compensation, a premium is charged to each user fund on the basis of the percentage of that fund's payroll to total payroll. The total workers' compensation charge which is allocated among the funds is calculated using an actuarial analysis. Liabilities of this fund are reported when it is probable a loss has occurred and the amount can be reasonably estimated including amounts for claims incurred but not yet reported. The Board has not experienced any significant reduction in insurance coverage from the previous fiscal year nor has it paid any settlements in excess of insurance coverage in the past three fiscal years.

The Board also self insures fleet and general liability claims. The expense associated with general liability and fleet is funded by a charge to the general fund. Changes in the balances of claims liabilities for the workers' compensation/risk management fund for each of the fiscal years in the two fiscal year periods ended June 30, 2017 and 2018 are shown below.

		Current		
	Beginning of	Fiscal Year		Balance at
Fiscal	Fiscal Year	and Changes	Claims	Fiscal
Year	<u>Liability</u>	in Estimates	<b>Payments</b>	Year-End
2017	\$14,940,405	8,923,799	(7,352,028)	16,512,176
2018	16,512,176	13,691,756	(9,004,210)	21,199,722

- k. <u>Liabilities</u> In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The Board records long-term debt of governmental funds at face value as an other financing source. The Board's general obligation bonds are serviced from property taxes and other revenue of the Debt Service Fund. The long-term accumulated unpaid vacation, accrued sick and personal leave and estimated liability for insurance claims (see note 1.j. above) are serviced from property taxes and other revenues of the respective fund type.
- l. <u>Fund Equity</u> In accordance with Government Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions", the Board classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by formal action of the Board through the adoption of a resolution. Only the Board may modify or rescind the commitment, also through a resolution.

Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Board has approved that fund balance may be assigned by the Chief Financial Officer.

Unassigned - includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

Flow Assumptions - When both restricted and unrestricted amounts of fund balance are available for use of expenditures incurred, it is the Board's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Board's policy to use fund balance in the following order:

Committed Assigned Unassigned

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources, in reporting which utilizes the economic resources measurement focus. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the Board has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted. When both restricted and unrestricted amounts of net position are available for use of expenses incurred, it is the Board's policy to use restricted amounts first and then unrestricted amounts as they are needed.

#### Fund Balances:

Restricted - The following fund balances are restricted for:

\$230,511
212,440
\$442,951

Debt Service Fund:	
Debt Service Fund - used to account for the payment of principal and interest on all long	\$97,353,781
term general obligation debts.	

Capital Projects Fund:	
Capital Fund - Used to account for capital	\$ 2,301,913
projects financed with proceeds from assets	
sold.	
Special Purpose Local Option Sales Tax	202,541,085
(SPLOST) Fund - used to account for capital	
projects including those financed with one	
cent sales tax including the Series 2016	
Bonds.	
2008 Bond Fund - used to account for capital	2
projects financed with general obligation bond	
funds.	
2013 Bond Fund - used to account for	6,731,676
additional capital projects financed with	
general obligation bond funds.	
Total	\$211,574,676

Committed-the following fund balances are committed to:

Non-major Governmental Funds:	
GoSTEM Initative Technology Fund - used to	\$104,021
account for local funds that provide	
evaluations services to local universities for the	
purpose of increaseing student interest in	
STEM education.	
Department of Administrative Services Fund-	353,581
used to provide administrative support and	
staff development opportunities for the	
Division of Business and Finance.	
Local School Activity Fund - used to account	16,248,790
for funds generated at the local schools	
through donations, ticket sales, fundraising and	
other activities.	
Total	\$16,706,392

Assigned - the following fund balances are assigned to:

General Fund:	
Subsequent Fiscal Year's Budget - used to account for the portion of the fiscal year-end fund balance which is to be appropriated in subsequent year's budget.	\$ 90,000,000
Direct Instruction	296,586
Media	217,783
Pupil Services	564,586
Staff/Professional Development	219,227
Maintenance & Operations	1,160,921
Pupil Transportation	1,871,616
Support Services - Central	3,957,279
Business Administration	58,488
Local School Allotments	9,125,542
Optional Employee Benefits	2,456,676
Total	\$ 109,928,704

Unassigned - The Board's policy is to plan and manage annual revenue and expenditures that provide an unassigned general fund balance in the range of 5% - 10% of the General Fund operating expenditures (excluding transfers).

- m. <u>Interfund Transactions</u> Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the Board are accounted for as revenues, expenditures, or expenses of the funds involved. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers. To the extent that certain transactions between funds had not been paid or received as of June 30, 2018, balances of interfund amounts receivable or payable have been recorded. For presentation in the government-wide financial statements, most interfund activity has been eliminated.
- n. Grants from Other Governmental Units Federal and State governmental units represent an important source of supplementary funding used to finance educational and construction programs and other activities beneficial to the community. This funding, primarily in the form of grants, is recorded in the general fund, special revenue funds, capital projects fund and enterprise fund. For all funds, a grant

receivable is recorded when the Board has a right to reimbursement under the related grant or all applicable eligibility requirements have been met.

- o. <u>Statement of Cash Flows</u> For purposes of the statement of cash flows, deposits in the Georgia Fund I state investment pool and short-term investments purchased with an original maturity of three months or less are considered to be cash equivalents.
- p. <u>Management Estimates</u> The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.
- q. <u>Deferred Outflows/Inflows of Resources</u> In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has several items that qualify for reporting in this category. The first type of deferred outflow of resources is the deferred loss on refunding reported in the government-wide statement of net position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt. The Board also has several deferred outflows of resources related to pensions and OPEB which are described in more detail below.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Board also has several of these items, one of which arises only under a modified accrual basis of accounting. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes as these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. The Board also has several deferred inflows of resources related to pensions and OPEB which are described in more detail below.

As mentioned above, the Board has deferred inflows and outflows of resources related to the recording of changes in its net pension liability and net OPEB liability. Certain changes in these liabilities are recognized as pension/OPEB expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the Board's actuary which adjust the net pension liability and net OPEB liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension/OPEB expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability and net OPEB liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension/OPEB expense over the expected remaining service lives of plan members. The difference between projected investment return on pension or OPEB investments and actual return on those investments is also deferred and amortized against pension/OPEB expense over a five year For their participation in cost-sharing plans the Board is also subject to changes in the proportion of the collective liability and differences between the actual Board contributions and the proportionate share of contributions. These differences are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension/OPEB expense over the expected remaining service lives of plan members. Additionally, any contributions made by the Board to the pension plans or OPEB plan before year end but subsequent to the measurement date of the related net pension liability or net OPEB liability are reported as deferred outflows of resources.

- r. <u>Pensions</u> For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (TRS), the Public School Employees' Retirement System (PSERS), and the Gwinnett County Board of Education Retirement System (GRS) and additions to/deductions from TRS's, PSERS's, and GRS's fiduciary net position have been determined on the same basis as they are reported by TRS, PSERS, and GRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.
- s. Other Postemployment Benefits For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Georgia School Employees Postemployment Benefit Fund (School OPEB Fund) and additions to/deductions from the School OPEB Fund's fiduciary net position have been determined on the same basis as they are reported by the School OPEB Fund. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

## 2. CASH, CASH EQUIVALENTS, AND INVESTMENTS

#### **Investments**

The investment program of Gwinnett County Public Schools (GCPS) is operated in compliance with the investment policy adopted by the Gwinnett County Board of Education, (the Board). The investment policy applies to all funds under budgetary control or fiduciary responsibility of the Board with the exception of the Gwinnett Retirement System, which is administered separately by the Plan Administrative Committee and explained in more detail below. GCPS investment officials execute the investment policy of the Board within the framework of official investment procedures approved by the Superintendent's cabinet.

Safety of principal is the foremost objective of the investment program. The portfolio is designed to achieve a market rate of return while seeking to avoid capital loss and remaining sufficiently liquid to meet the operating requirements of the Board.

As a political subdivision of the State of Georgia, the investment policy procedures and practices of GCPS are governed by Georgia Code Section 36-83-4 and 36-80-3. The Code limits governments to a prescribed set of investments. The investment policy of the Board further limits investments within the prescribed investments to:

- Obligations of the U.S. Government
- Obligations Fully Insured by the U.S. Government
- Obligations of any corporation of the U.S. Government
- The Local Government Investment Pool
- Repurchase Agreements
- Certificates of Deposits and Demand Deposit Accounts

The Board is responsible for the overall management of assets of the retirement system. The Board has established a Plan Administrative Committee to carry out the terms of the Plan, including responsibility for the investment of funds. The Administrative Committee is responsible for establishing the investment policy, hiring and firing of advisers, providing professional services to the Plan and in general directing the Plan's investments in a manner most appropriate to meeting Plan goals.

The primary investment objective of the Plan is better than average returns over the long term. The Administrative Committee has established the below investment goals.

Expected Return: Over a five year period, the total return should be at least 3% above the rate of inflation and rank in the top half of a peer group of large public pension plans.

Expected Risk: Over a five year period, the standard deviation of the returns for the total fund should be less than 13% and less than that for a peer group of large public plans.

In addition, as a local retirement system maintained by a political subdivision of the State of Georgia, Investments made by the Plan are subject to the official Code of Georgia Annotated. Every two years, the plan must certify to the State Auditor that it has complied with the investment practices outlined in Public Retirement Systems Investment Authority Law (O.C.G.A 47-20-80ET seq) at all times.

The GCPS investments are subject to various risks that have the potential to result in losses. These risks are custodial credit risk, credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Each risk is described in detail below.

#### **Custodial Credit Risk**

Custodial credit risk for investments is the risk that, in the event of a failure of counterparty to a transaction, the Board will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party.

GCPS manages custodial credit risk by requiring all bank deposits to be collateralized at 110% and all securities held in a safekeeping account at the Board's bank. In addition, GCPS must conform to Georgia Code Section 42-8-12 and 50-17-50, which governs the collateralization of public funds. At fiscal year end, GCPS was in compliance with collateralization and safekeeping requirements in accordance with the investment policy and was therefore exposed to minimal custodial credit risk.

#### Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Board manages concentration of credit risk by limiting the amount which may be invested in any one financial institution to 50% of the total portfolio.

As of June 30, 2018, no investments exceeded 5% of entity investments (with the exception of US Treasury securities, mutual funds, external investment pools and repurchase agreements).

#### Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation.

The Board manages credit risk by requiring counterparty banks to maintain a Senior Bond Rating of A/A1 or higher. Broker dealers authorized to conduct business with the Board must certify financial status, NASD certification and senior bond rating of A/A1 or higher to the Board on an annual basis. The investment policy limits investments by instrument to 75% of the portfolio for Certificates of Deposit, Repurchase Agreements Demand Deposit Accounts, and Obligation of U.S. Government Sponsored Corporations.

The table that follows discloses the credit risk of the fixed income investments of the Board by rating categories as rated by Moody's.

## **Ratings Dispersion Table for General Government**

Moody's Rating	Ge	eorgia Fund 1	U.S. Government Agency Obligations		Total
Aaa	\$	-	\$	135,945,875	\$ 135,945,875
AAAf		456,356,591		-	456,356,591
Total	\$	456,356,591	\$	135,945,875	\$ 592,302,466

## Ratings Dispersion Table for Retirement System Investments (as of 12/31/17)

		Money Market Funds and Short-		U.S. Treasury	
Moody's	Mutual and	Term Commerical		Inflation Protected	
Rating	Commingled Funds	Paper	Corporate Bonds		Total
Aaa	\$ -	\$ -	\$ 3,926,790	\$ 123,398,273	\$ 127,325,063
Aa1	-	-	2,692,155	-	2,692,155
Aa2	-	-	4,842,030	-	4,842,030
Aa3	-	-	3,044,090	-	3,044,090
A1	-	-	10,758,179	-	10,758,179
A2	-	-	10,015,888	-	10,015,888
А3	-	-	16,939,752	-	16,939,752
Baa1	-	-	16,734,033	-	16,734,033
Baa2	-	-	22,854,232	-	22,854,232
Baa3	-	-	19,156,550	-	19,156,550
Ba1	-	-	2,434,370	-	2,434,370
Not rated	1,395,426,923	32,166,245	1,852,270	-	1,429,445,438
Total	\$ 1,395,426,923	\$ 32,166,245	\$ 115,250,339	\$ 123,398,273	\$1,666,241,780

## **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments. The Board manages interest rate risk by limiting portfolio maturities to three years. The table below discloses interest rate information.

## **Interest Rate Disclosure**

Asset Category	Market Value	Disclosure Method	WAM/Duration
General Government:			
GA Fund I	\$ 456,356,591	WAM	10 days
U.S. Agency Obligations	135,945,875	WAM	159 days
Total	592,302,466		
Retirement System:			
Mutual/commingled funds	1,395,426,923	Duration	Not available
Corporate bonds	115,250,339	Duration	5.69 years
Money market funds	32,166,245	Duration	0.08 years
U. S. treasury inflation protected securities	123,398,273	Duration	5.69 years
Total	\$1,666,241,780		

## Foreign currency risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. Foreign investments are both prohibited under the Board investment policy and by State Statute. The Board is therefore not subject to foreign currency exposure.

## Fair Value Measurement

The Board categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The Board has the following recurring fair value measurements as of June 30, 2018:

Investment	Level 1		Level 2		Level 3		Fair Value	
United States Agency Obligations	\$	-	\$	135,945,875	\$		\$	135,945,875
Total investments measured at fair value	\$	-	\$	135,945,875	\$	_	\$	135,945,875
Investments not subject to level disclosus Georgia Fund 1	re:							456,356,591
Total investments							\$	592,302,466

The investment in United States Agency Obligations classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the Board does not disclose the investment in the Georgia Fund 1 withing the fair value hierarchy.

The investments of the Gwinnett Retirement System are valued as of December 31, 2017. The Board has the following recurring fair value measurements.

Investment	Level 1	Level 2	Level 3	Fair Value
Common stock	\$ 364,831,101	\$ -	\$ -	\$ 364,831,101
Preferred stock	-	4,670,529	_	4,670,529
U.S. Treasury Inflation Protected				
Securities	123,398,273	-	-	123,398,273
International debt and equity funds	61,164,644	544,719,624	-	605,884,268
Bond market index funds	2,544,000	410,502,826	_	413,046,826
Equity market index funds	30,194,996	332,457,271	-	362,652,267
Real estate index funds	-	13,843,562	_	13,843,562
Corporate bonds	-	115,250,339	_	115,250,339
Money market funds and short-term				
commercial paper	32,166,245	-	-	32,166,245
Private Equity	-	_	29,853,019	29,853,019
Securities lending short-term				
collateral investment pool	78,350,107			78,350,107
Total Investments	\$ 692,649,366	\$ 1,421,444,151	\$ 29,853,019	\$ 2,143,946,536

The Common Stock, U.S Treasury Inflation Protected Securities, International Debt & Equity Funds, Bond Market Index Funds, Equity Market Index Fund, Money Market Funds & Short-Term Commercial Paper, and Securities Lending Short-Term Collateral Investment Pool classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those investments.

The Preferred Stock, International Debt & Equity Securities, Bond Market Index Fund, Equity Market Index Fund, Real Estate Index Fund, and Corporate Bonds classified as Level 2 on the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The Private Equity investments classified as Level 3 on the fair value hierarchy represent shares held in funds which are not actively traded and these investments are valued using recent observable transaction information for similar investments and nonbinding bids received from potential buyers of the shares.

#### 3. PROPERTY TAXES

The Gwinnett County Board of Commissioners fixed the property tax levy for the 2017 tax digest year (calendar year) based on property values as of January 1, 2017. Taxes were due on October 15, 2017. Unpaid balances will accrue a 10% penalty. Beginning October 16, 2017, a 1% interest charge is added each month the balance is delinquent. Property taxes, however, become an enforceable lien on the first day after the date payment is due. The Gwinnett County Tax Commissioner bills and collects the property taxes for the District and withholds 1.5% of taxes collected as a fee for tax collection and remits the balance of taxes collected to the District. Taxes collected within the current fiscal year or within 60 days after fiscal year-end on the calendar year 2017 digest are reported as revenue in the governmental funds for fiscal year 2018.

The Board of Education levied taxes on the fiscal year 2018 property tax digest at a rate of 19.80 mills for maintenance and operations and 2.05 mills for debt service on school bonds. State law limits the Board's tax levy for maintenance and operations to 20 mills (one mill equals \$1 per thousand dollars of assessed value). The property tax digest consisted of the assessed value (40% of the estimated market value) of all real and personal property, utilities, mobile homes and motor vehicles located in the County, excluding the City of Buford.

#### 4. BUDGETS AND BUDGETARY ACCOUNTING

a. <u>Budgets and Budgetary Accounting</u> - A budget is legally adopted each year for the general, certain special revenue, debt service, and capital projects funds. A budget is adopted for the enterprise funds for management control purposes only. Budgetary amounts shown on the budget-to-actual comparison in the accompanying required supplementary information include both the budget as originally adopted and as amended as of June 30, 2018. Budget amendments (other than for additional revenue or involving new positions) less than \$50,000 may be approved by the Superintendent or his designee; amendments greater than \$50,000 and all revenue and new position amendments require Board approval. During the fiscal year ended June 30, 2018, no significant supplemental appropriations were adopted. Amendments to the original budget were made during the fiscal year; however, these amendments were immaterial in amount.

The Board follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

- i. The proposed budget was prepared in April, based on budget requests submitted by the various division heads, and submitted to the Board of Education.
- ii. During May, the proposed budget was reviewed by the Board, and a tentative budget was adopted. Two public hearings were held, and a final budget was adopted. The adopted budget was then forwarded to the State Department of Education.
- iii. The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is at the function level.

Budgets are adopted on a basis other than accounting principles generally accepted in the United States of America (GAAP) as allowed by the State of Georgia. The primary differences between the budget basis and GAAP for fund financial statements include:

- a. Encumbrances are recorded as expenditures (budget) as opposed to an assignment or commitment of fund balance (GAAP).
- b. Tax revenue received 60 days subsequent to fiscal year-end is recorded when received (budget) rather than when susceptible to accrual (GAAP).
- c. Certain expenditures are recorded when paid (budget) rather than when the liability is incurred (GAAP).
- d. Certain intergovernmental and local revenues are recorded when received (budget) rather than when earned (GAAP).

For the fiscal year ended June 30, 2018, General Fund expenditures exceeded appropriations in the following functional areas:

Function	Overexpenditure		
Transfers out	\$ 8,575,701		

These overexpenditures were offset by underexpenditures in other functional areas within the same fund.

#### 5. DUE FROM OTHER GOVERNMENTS

The due from other governments' amount includes \$138,923,154 due from the State of Georgia under the Quality Basic Education Act. The State of Georgia reimburses the School System for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally teachers are contracted for the school year (July 1 – June 30) and paid over a twelve month contract period, August 1 through July 31 for the School System. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School System over the same twelve month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July of the subsequent fiscal year are accrued as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes.

By June 30 of each fiscal year, the State of Georgia has a signed appropriation that includes this final amount, which represents the State of Georgia's intent to fund this final payment. Based on guidance in Government Accounting Standards Board (GASB) Statement No. 33, paragraph 74, the State of Georgia recognizes its QBE liability for the July salaries at June 30, and the School System recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

The due from other governments' amount also includes \$26,938,219 and \$9,905,892 due from the State of Georgia, Department of Education for capital projects and special revenue grants.

## 6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2018 was as follows:

	Balance 6/30/2017	Additions	Deletions and Transfers to In-service	Balance 6/30/2018
<b>Governmental Activities:</b>				
Non-depreciable assets:				
Land	\$ 330,166,835	\$ -	\$ -	\$ 330,166,835
Construction in Progress	72,341,739	89,258,987	(37,305,517)	124,295,209
Total non-depreciable assets	402,508,574	89,258,987	(37,305,517)	454,462,044
Depreciable Assets:				
Buildings and Site Improvements	2,639,659,176	=	15,966,425	2,655,625,601
Equipment	82,539,986	7,722,618	(4,753,671)	85,508,933
Information Systems	126,817,976	=	16,145,053	142,963,029
Mobile Classrooms	24,754,188	=	(215,170)	24,539,018
Buses and Other Vehicles	117,432,086	12,995,242	(6,867,941)	123,559,387
Total depreciable assets	2,991,203,412	20,717,860	20,274,696	3,032,195,968
<b>Less Accumulated Depreciation:</b>				
Buildings and Site Improvements	(797,927,643)	(59,045,280)	-	(856,972,923)
Equipment	(61,004,499)	(6,682,535)	2,605,209	(65,081,825)
Information Systems	(77,000,631)	(17,718,321)	-	(94,718,952)
Mobile Classrooms	(22,212,728)	(767,137)	200,067	(22,779,798)
Buses and Other Vehicles	(88,649,439)	(4,596,292)	6,349,655	(86,896,076)
Total accumulated depreciation	(1,046,794,940)	(88,809,565)	9,154,931	(1,126,449,574)
Total capital assets,				
being depreciated, net	1,944,408,472	(68,091,705)	29,429,627	1,905,746,394
Total capital assets, net	\$ 2,346,917,046	\$ 21,167,282	\$ (7,875,890)	\$ 2,360,208,438
<b>Business-type Activities:</b>				
Food service equipment	\$ 29,184,191	\$ 953,467	\$ (552,637)	\$ 29,585,021
Accumulated depreciation	(22,244,277)	(1,451,086)	552,637	(23,142,726)
Total capital assets, net	\$ 6,939,914	\$ (497,619)	\$ -	\$ 6,442,295

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 67,225,309
Institutional Support	2,457,745
Media Support	1,311,473
General Administration	472,083
Business Administration	669,932
Maintenance and Operations	6,853,371
Pupil Transportation	6,371,416
Support Services - Central	 3,448,236
Total	\$ 88,809,565

## 7. LONG-TERM DEBT AND OTHER LONG-TERM LIABILITIES

Changes in long-term liabilities of the governmental activities during the fiscal year were as follows:

	Balance			Balance	Amounts Due
	June 30, 2017	Additions	Reductions	June 30, 2018	Within One Year
General obligation bonds payable	\$1,113,590,000	\$ -	\$ (83,770,000)	\$1,029,820,000	\$ 70,720,000
Premium	97,470,221	-	(16,417,422)	81,052,799	-
Certificates of participation	159,155,000	-	(16,515,000)	142,640,000	17,380,000
Premium on certificates of participation	7,314,404	-	(1,533,882)	5,780,522	-
Net OPEB liability	1,358,469,348	77,548,834	(146,094,749)	1,289,923,433	-
Net pension liability	1,796,250,133	403,370,921	(705,133,505)	1,494,487,549	-
Accrued Compensated	12 425 244	7 711 675	(7,024,702)	12 212 217	2 644 521
Absences Total	13,425,244 \$4,545,674,350	7,711,675 \$ 488,631,430	(7,924,702) \$(977,389,260)	13,212,217 \$ 4,056,916,520	\$ 2,644,531 \$ 90,744,531
10181	\$4,343,074,330	\$ 400,031,430	\$(911,389,200)	\$ 4,030,910,320	\$ 90,744,331

Changes in long-term liabilities of the business-type activities during the fiscal year were as follows:

	Jur	Balance ne 30, 2017	 Additions	 Reductions	Balance e 30, 2018	Amounts Due Within One Year
Net pension liability Net OPEB liability	\$	19,400,788 62,969,752	\$ 6,411,448 3,594,657	\$ (10,681,497) (6,771,997)	\$ 15,130,739 59,792,412	\$ - -
Total	\$	82,370,540	\$ 10,006,105	\$ (17,453,494)	\$ 74,923,151	\$ -

For governmental activities, the General Fund has typically funded the majority of the compensated absence liability, the net pension liability, and the net OPEB liability.

a. <u>General Obligation Bonds</u> - The following is a summary of the Board's outstanding general obligation bond issues which all relate to governmental activities:

Series	Interest Rate	Payment	Issue	Maturity	Outstanding
	(%)	Dates	Date	Date	
2009 (QSCB)	1.189	2/1;8/1	12/17/09	02/01/25	\$ 18,980,000
2010 (QSCB)	5.25	2/1;8/1	11/18/10	02/01/29	19,640,000
2010	3.00-5.00	2/1;8/1	02/04/10	02/01/29	224,455,000
2013	2.00-5.00	2/1;8/1	10/30/13	02/01/36	115,430,000
2015	1.50-5.00	2/1;8/1	02/12/15	02/01/36	250,905,000
2016	1.50-5.00	2/1;8/1	02/09/16	02/01/21	305,000,000
2017	2.55	2/1;8/1	04/20/17	02/01/32	95,410,000
Total					\$1,029,820,000

The following presents debt service requirements to maturity as of June 30, 2018:

Fiscal	Principal	Interest	Total
Year Payable			
2019	\$ 70,720,000	\$ 44,482,778	\$ 115,202,778
2020	97,855,000	41,534,813	139,389,813
2021	109,200,000	37,302,156	146,502,156
2022	115,645,000	31,963,578	147,608,578
2023	57,155,000	26,772,831	83,927,831
2024-2028	185,310,000	109,272,278	294,582,278
2029-2033	230,210,000	66,785,238	296,995,238
2034-2036	163,725,000	15,284,300	179,009,300
	\$ 1,029,820,000	\$373,397,972	\$1,403,217,972

The Board believes it is in compliance with all significant limitations and covenant restrictions contained in the various bond indentures.

## Series 2017 General Obligation Bonds

In April 2017, the Board issued \$97,335,000 in Series General Obligation Refunding Bonds. The proceeds from these bonds were used to partially refund the Series 2012A and Series 2013Bonds. As a result of the issuance, net proceeds of \$96.8 million (after payment of issuance costs) were placed in an irrevocable trust account with an escrow agent to provide for all future debt service payments on the \$84,000,000 of refunded bonds. As a result, these refunded bonds are considered defeased and the liability for these bonds, along with the asset in the escrow agent account, have been removed from the Board's statement of net position, although the balance of the defeased bonds at June 30, 2018 is \$77,325,000. The result of this transaction is a decrease in future debt service payments of \$6,868,970, resulting in a net present value savings, or economic gain, to the Board \$6,691,651. The Series 2017 bonds mature on February 1, 2032.

## Series 2016 General Obligation Bonds

In February 2016, the Board issued \$305,000,000 in Series 2016 General Obligation Bonds. The proceeds from these bonds were used to fund capital projects. The bonds interest rates range from 1.5% to 5% and are payable annually. The bonds mature on February 1, 2021.

## Series 2015 General Obligation Bonds

In February 2015, the Board issued \$252,440,000 in Series General Obligation Refunding Bonds. The proceeds from these bonds were used to partially refund the Series 2012A Bonds and fully refund the Series 2008 bonds. As a result of the issuance, net proceeds of \$283.4 million (including premium and after payment of issuance costs) were placed in an irrevocable trust account with an escrow agent to provide for all future debt service payments on the \$255,000,000 of refunded bonds. As a result, these refunded bonds are considered defeased and the liability for these bonds, along with the asset in the escrow agent account, have been removed from the Board's statement of net position, although the balance of the defeased bonds at June 30, 2018 is \$236,080,000.

## Series 2013 General Obligation Bonds

In October 2013, the Board issued \$211,380,000 in Series 2013 General Obligation Bonds. The proceeds from these bonds were used to fund capital projects. The bonds interest rates range from 2% to 5% and are payable annually. The bonds mature on February 1, 2036.

#### Series 2012 General Obligation Bonds

The Board issued \$242,840,000 in Series 2012A General Obligation Bonds. The Bonds were issued in accordance with the Constitution of the State of Georgia and pursuant to the authority granted by the laws of the State of Georgia, including particularly (i) a joint resolution of the Board and the Board of Education of the City of Buford adopted on July 28, 2011, calling an election to authorize the issuance of the Bonds; (ii) an election of the qualified voters of Gwinnett County on November 8, 2011, and (iii) a resolution of the Board authorizing the issuance of the Bonds adopted on January 26, 2012.

The proceeds of the Series 2012A bonds will be used to pay the costs of (i) acquiring, constructing, installing and equipping certain capital projects of the School District and (ii) paying expenses incident thereto.

## Qualified School Construction Bonds (Series 2010)

In November 2010, the Board issued \$19,640,000 in Tax Credit Bonds issued as "Qualified School Construction Bonds (Series 2010)". The proceeds from these bonds are being used to finance the construction, renovation or repair of school facilities as part of the District's Capital Improvement Plan and to pay the costs of issuance of the bonds.

## Series 2010 General Obligation Bonds

In February 2010, the Board issued \$255,080,000 in Series 2010 General Obligation Refunding Bonds ("Series 2010 Bonds"). The proceeds from these bonds were used to partially refund the Series 2008 Bonds. As a result of the issuance, net proceeds of \$289.9 million (including premium and after payment of underwriting fees and other costs) were placed in an irrevocable trust account with an escrow agent to provide for all future debt service payments on the \$263,965,000 of refunded bonds. As a result, these refunded bonds are considered defeased and the liability for these bonds, along with the asset in the escrow agent account, have been removed from the Board's statement of net position, although the balance of the defeased bonds at June 30, 2018 is \$224,745,000.

b. <u>Certificates of Participation</u> - During fiscal year 2004, the Board issued \$284,400,000 in certificates of participation, (the "2004 certificates") to finance the acquisition, construction and equipping of additions to certain existing elementary schools, middle schools, high schools and support facilities in the district. The certificates of participation's interest rates range from 3.0%-5.25% and the last maturity is during fiscal year ending June 30, 2025.

In December 2006, the Board issued \$204,195,000 in Series 2006 Certificates of Participation, (the "2006 Certificates"). The proceeds from the 2006 Certificates were used to defease a portion of the 2004 Certifications of Participation. The remaining recorded balance of the 2004 Certificates of Participation was paid during fiscal year 2014.

The following is a schedule of future minimum principal and interest payments:

Fiscal Year Ending,	Principal	Interest	Total
June 30			
2019	\$ 17,380,000	\$ 7,488,600	\$ 24,868,600
2020	18,290,000	6,576,150	24,866,150
2021	19,255,000	5,615,926	24,870,926
2022	20,265,000	4,605,038	24,870,038
2023	21,325,000	3,540,526	24,865,526
2024-2025	46,125,000	3,661,874	49,786,874
Total	\$ 142,640,000	\$ 31,488,114	\$ 174,128,114

#### 8. INTERFUND BALANCES AND TRANSFERS

#### Due to/from other funds:

Receivable Fund	Amount	Payable Fund	Amount
General	\$23,556,766	Capital	\$ 8,305,653
		Non-major	8,608,814
		governmental funds	
		School Food Nutrition	640,535
		Internal service funds	5,589,247
		Non-major enterprise	29,151
		fund	
		Fiduciary	383,366
Capital	5,239,075	Debt	5,239,075
-			
Non-major	626,159	General	626,159
governmental funds			
Internal service funds	26,599,875	General	26,532,861
		Capital	67,014
Fiduciary	537,146	General	537,146
Total	\$ 56,559,021		\$56,559,021

Interfund balances represent loans between the borrower fund and the lender fund. These balances resulted from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. Interfund receivables and payables are reported in the fund financial statements. However, they are eliminated in the district-wide financials statements if the interfund loan is between governmental funds. Interfund receivables and payables are expected to be repaid within one fiscal year.

## Interfund Transfers:

Transfer Out:	<u>Transfer In:</u>	<u>Amount</u>
General	Nonmajor governmental funds	\$ 7,455,074
General	Internal service funds	10,199,284
General	Nonmajor proprietary funds	277,662
Capital Projects	Debt Service	88,262,979

General Fund transfers are for the support of programs that are partially funded by grants but need additional resources to support their operations. The general fund transfer supported the IDEA Flowthrough and Bright from the Start grants. The general fund transfer also supported the Risk Management/Workers' Compensation Fund and the Café Fund. Capital Projects transfers are for the debt service requirements of the certificates of participation and general obligation bonds as planned.

#### 9. RETIREMENT PLANS

The Board participates in three defined benefit pension plans: the Teachers Retirement System of Georgia ("TRS"), the Public School Employees' Retirement System ("PSERS"), and the Gwinnett County Board of Education Retirement System ("GRS"). The net pension liability, and related deferred outflows of resources, and deferred inflows of resources for the plans are summarized below.

	TRS	GRS	PSERS	Total
Net pension liability	\$ 1,463,896,891	\$ 45,721,397	\$ -	\$ 1,509,618,288
Deferred outflows of resources				
related to pensions	277,915,231	103,800,534	-	381,715,765
Deferred inflows of resources				
related to pensions	32,304,327	45,812,099	-	78,116,426
Pension expense	169,457,736	91,218,112	2,862,070	263,537,918

## Teachers Retirement System

**Plan description:** All teachers of the Board as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) and certain other support personnel as defined by §47-3-63 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits provided: TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Contributions: Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00 % of their annual pay during fiscal year 2018. The Board's contractually required contribution rate for the year ended June 30, 2018 was 16.81% of annual Board payroll (excluding payroll attributable to those personnel funded on behalf of the Board by the State). Board contributions to TRS (excluding contributions funded by the State on behalf of the Board) were \$159,311,430 for the year ended June 30, 2018.

# Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2018, the Board reported a liability for its proportionate share of the net pension liability that reflected a reduction for support attributable to those personnel funded on behalf of the Board by the State. The amount recognized by the Board as its proportionate share of the net pension liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the Board were as follows:

Board's proportionate share of the net pension liability	\$ 1,463,896,891
State of Georgia's proportionate share of the net pension	
liability associated with the Board	4,637,964
Total	\$ 1,468,534,855

The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2016. An expected total pension liability as of June 30, 2017 was determined using standard roll-forward techniques. The Board's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2017. At June 30 2017, the Board's proportion was 7.876635%, which was a decrease of (0.120248)% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the Board recognized pension expense of \$169,457,736 and revenue of \$155,665 for support provided by the State of Georgia for certain support personnel. At June 30, 2018, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$	10,074,066
Differences between expected and actual experience	54,758,738		5,524,593
Assumption changes	32,090,435		-
Changes in proportion and differences between Board contributions and proportionate share of contributions	31,754,628		16,705,668
Board contributions subsequent to the measurement date	159,311,430	_	
Total	\$ 277,915,231	\$_	32,304,327

Board contributions subsequent to the measurement date of \$159,311,430 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2019	\$ (1,788,144)
2020	84,174,662
2021	43,462,008
2022	(40,027,136)
2023	478,084

**Actuarial assumptions:** The total pension liability as of June 30, 2017 was determined by an actuarial valuation as of June 30, 2016 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation 2.75%

Salary increases 3.25 – 9.00%, average, including inflation

Investment rate of return 7.50%, net of pension plan investment expense, including inflation

Postretirement mortality rates were based on the RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males) for service retirements and dependent beneficiaries. The RP-2000 Disabled Mortality table with future mortality improvement projected to 2025 with Society of Actuaries' projection scale BB (set forward two years for males and four years for females) was used for death after disability retirement. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	-0.50%
Domestic large equities	39.80	9.00
Domestic mid equities	3.70	12.00
Domestic small equities	1.50	13.50
International developed market equities	19.40	8.00
International emerging market equities	5.60	12.00
Total	100.00%	

<sup>\*</sup> Rates shown are net of the 2.75% assumed rate of inflation

**Discount rate:** The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Board's proportionate share of the net pension liability to changes in the discount rate: The following presents the Board's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Board's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

		1%	Current	1%	
		Decrease (6.50%)	discount rate (7.50%)	Increase (8.50%)	
Board's proportionate share of the	_				•
net pension liability	\$	2,402,426,515	\$ 1,463,896,891	\$ 690,759,390	

**Pension plan fiduciary net position:** Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at www.trsga.com/publications.

### Public School Employees' Retirement System

**Plan description:** PSERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly in 1969 for the purpose of providing retirement allowances for public school employees who are not eligible for membership in the Teachers Retirement System of Georgia. The ERS Board of Trustees, plus two additional trustees, administers PSERS. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. PSERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/financials.

**Benefits provided**: A member may retire and elect to receive normal monthly retirement benefits after completion of ten years of creditable service and attainment of age 65. A member may choose to receive reduced benefits after age 60 and upon completion of ten years of service.

Upon retirement, the member will receive a monthly benefit of \$14.75, multiplied by the number of years of creditable service. Death and disability benefits are also available through PSERS. Additionally, PSERS may make periodic cost-of-living adjustments to the monthly benefits. Upon termination of employment, member contributions with accumulated interest are refundable upon request by the member. However, if an otherwise vested member terminates and withdraws his/her member contribution, the member forfeits all rights to retirement benefits.

Contributions: The general assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees (bus drivers, cafeteria workers, and maintenance staff). The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Individuals who became members prior to July 1, 2012 contribute \$4 per month for nine months each fiscal year. Individuals who became members on or after July 1, 2012 contribute \$10 per month for nine months each fiscal year. The State of Georgia, although not the employer of PSERS members, is required by statute to make employer contributions actuarially determined and approved and certified by the PSERS Board of Trustees.

#### Pension Liabilities and Pension Expense

At June 30, 2018, the Board did not have a liability for a proportionate share of the net pension liability because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the Board is as follows:

State of Georgia's proportionate share of the Net
Pension Liability associated with the Board \$ 14,201,074

The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2016. An expected total pension liability as of June 30, 2017 was determined using standard roll-forward techniques. The State's proportion of the net pension liability associated with the Board was based on actuarially determined contributions paid by the State during the fiscal year ended June 30, 2017.

For the year ended June 30, 2018, the Board recognized pension expense of \$2,862,070 and revenue of \$2,862,070 for support provided by the State of Georgia.

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation 2.75% Salary increase N/A

Investment rate of return 7.50%, net of pension plan

investment expense, including inflation

Postretirement mortality rates were based on the RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward 3 years for males and 2 years for females) for the period after service retirements and for dependent beneficiaries. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward 5 years for both males and females) was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the System. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-11% less than the actual number of deaths that occurred during the study period for healthy retirees and 9-11% less than expected under the selected table for disabled retirees. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the table on the following page.

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	(0.50)
Domestic large stocks	37.20	9.00
Domestic mid stocks	3.40	12.00
Domestic small stocks	1.40	13.50
International developed market stocks	17.80	8.00
International emerging market stocks	5.20	12.00
Alternatives	5.00	10.50
Total	100.00%	

<sup>\*</sup> Rates shown are net of the 2.75% assumed rate of inflation

**Discount rate**: The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and nonemployer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

## Gwinnett County Board of Education Retirement System

**Plan description:** The Gwinnett County Board of Education Retirement System (the "GRS" or the "Plan") was established by the Gwinnett County Board of Education as an alternative to the Social Security System. The single employer, defined benefit plan was adopted by the Board on August 16, 1982 and became effective on January 1, 1983. The objective of the Plan is to hold in trust and soundly invest all contributed funds in order to provide defined retirement and long-term disability benefits for all covered employees. The funding method and determination of benefits payable are provided in or authorized by various acts of the State of Georgia Legislature with responsibility resting with the Board.

The Plan is administered by an Administrative Committee consisting of nine members. The Superintendent shall be a nonvoting member of the Committee. The chief financial officer and the chief benefits administrator shall be voting members of the Committee. The other seven voting, rotating members of the Committee shall be appointed by the Board of Education, each for a term of seven years. The Committee shall consist of three teachers, one local school administrator, one classified employee, and one retiree under the Plan.

**Plan membership:** All full-time employees, except students, seasonal, and intermittent workers, of the Board are participants of the plan. Plan participants are also participants in either TRS or PSERS.

Employee membership data related to the Plan at December 31, 2017 are as follows:

8,685
4,307
20,953
33,945

**Benefits provided**: Employees are eligible to receive benefits at normal retirement age or upon disability or death, as follows:

#### Normal retirement

The normal retirement benefits begin at age 65 for participants at which time the participant becomes eligible to receive basic annual benefits. The basic benefit equals the sum of 2.2% of earnings up to \$9,000 plus 1.6% of earnings in excess of \$9,000 for each year of participation. The normal form of retirement income is payable during the lifetime of the participant. Optional forms of retirement income are available in lieu of the normal form of retirement at a reduced retirement benefit payable during the lifetime of the participant for joint survivor and period certain beneficiary options.

## **Early retirement**

Early retirement is allowed on the first day of the month after the participant is eligible for early retirement as defined by the Teachers Retirement System of Georgia or the Public School Employees' Retirement System. Annual benefits are the same as normal retirement basic benefits, with reduction factors applied based on age at retirement if prior to age 65.

## **Disability**

Eligibility is initiated upon incapacity severe enough to prevent the participant from working and which is expected to last at least 12 months or result in death. Monthly benefits equal 60% of earnings, reduced by any benefits received under any other plan, and commence the later of determination of disability or six months. Disability benefits cease upon recovery, death or attainment of age 65.

#### **Termination**

For vested employees, benefits upon termination are payable after attaining age 65. Employees whose initial date of employment is prior to July 1, 2012, are vested upon completion of five years of service to the Board. Employees whose initial date of employment is on or after July 1, 2012, are vested upon completion of ten years of service to the Board. Employees reemployed on or after July 1, 2012 who were not vested upon their termination, are vested upon completion of ten years of service to the Board.

### **Death benefits**

Retirement benefits are paid to a surviving spouse for life based on the actuarial equivalence of 50% of the participant's benefits, as determined at the date of death for vested employees. Employees who are vested and are without a spouse may have a named beneficiary receive the actuarial equivalent of the employee's accrued retirement benefits for a period of ten years.

Postretirement death benefits are determined by the form of retirement benefit chosen when retirement commences. In addition to the normal form of retirement, joint survivor and periods certain options may also be chosen.

Contributions: The Plan's funding policy, as authorized by the Administrative Committee using guidelines within State legislation, provides for periodic contributions at rates, as determined by the Actuary, when expressed as percents of annual covered payroll are sufficient to provide resources to pay benefits when due. The contribution rate for normal cost is determined using the entry age method. Actuarial valuations are performed annually to determine contribution rates to be applied to payrolls that coordinate with the Board's fiscal year. For the year ended June 30, 2018, the active member contribution rate was 1.0% of annual pay, and the Board's contribution rate was 3.69% of annual payroll. Board contributions to the Plan were \$38,853,390 for the year ended June 30, 2018.

## Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The Board's net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2017 which was rolled forward using standard actuarial techniques to December 31, 2017.

Actuarial assumptions. The total pension liability in the January 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation 2.75 %

Salary increases: 2011-2020

1.00% - 4.50% for TRS members, average, 3.50% for non-TRS members including inflation

2020 and Beyond

3.50% - 7.00% for TRS members, average, 3.50% for non-TRS members including inflation

Investment rate of return 7.50%, net of pension plan investment expense, including inflation

Cost of living adjustment 2.75% annually

Mortality rates were as follows:

**Preretirement Mortality:** 

TRS Members RP-2000 White Collar Mortality Table Projected to 2025

using the BB projection scale

PSERS Members RP-2000 Blue Collar Mortality Table Projected to 2025

using the BB projection scale

**Postretirement Health Mortality:** 

TRS Members RP-2000 White Collar Mortality Table Projected to 2025

using the BB projection scale

PSERS Members RP-2000 Blue Collar Mortality Table Projected to 2025

using the BB projection scale

Postretirement Disabled Mortality RP-2000 Disability Mortality Table Projected to 2025

using the BB projection scale

The actuarial assumptions used in the January 1, 2017 valuation were based on the results of the last actuarial experience study, dated May 5, 2017.

The long-term expected rate of return on Plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Equity	17.50%	8.83%
Small/Mid Cap Equity	7.50%	9.64%
Int'l Equity (Unhedged)	8.75%	9.64%
Int'l Equity (hedged)	8.75%	9.54%
Emerging Int'l Equity	7.50%	12.72%
Private Equity	5.00%	11.72%
Core Bonds	25.00%	4.17%
IG Corp Credit	5.00%	5.26%
Tips	5.00%	3.95%
Real Estate	5.00%	8.66%
Global Asset Allocation	5.00%	7.92%
Total	100.00%	

Discount rate. The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed the Board would contribute the actuarially determined contribution rate to the Plan. The projected future benefit payments for all current Plan members were projected through 2117. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all of the projected future benefit payment of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the future projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability of the Board. The changes in the components of the net pension liability of the Board for the year ended June 30, 2018, were as follows:

	Т	otal Pension Liability (a)	lan Fiduciary Net Position (b)	N	Net Pension Liability (a) - (b)
Balances at 6/30/17	\$	2,001,960,975	\$ 1,836,156,181	\$	165,804,794
Changes for the year:					
Service cost		60,171,491	_		60,171,491
Interest		147,192,765	_		147,192,765
Differences between expected and actual experience		(17,065,904)	-		(17,065,904)
Assumption changes		_	_		_
Contributions—employer		_	35,524,525		(35,524,525)
Contributions—employee		_	10,069,213		(10,069,213)
Net investment income		_	266,331,938		(266,331,938)
Benefit payments, including refunds of employee contributions		(78,781,560)	(78,781,560)		-
Administrative expense		_	(1,543,927)		1,543,927
Other changes		_	_		_
Net changes		111,516,792	231,600,189		(120,083,397)
Balances at 6/30/18	\$	2,113,477,767	\$ 2,067,756,370	\$	45,721,397

The Plan's fiduciary net position as a percentage of the total pension liability

97.8%

The required schedule of changes in the Board's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the Board, calculated using the discount rate of 7.50 percent, as well as what the Board's net pension (asset) liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	1% Decrease 6.50%	Discount Rate 7.50%	1% Increase 8.50%
Board's net pension			
liability (asset)	350,759,625	45,721,397	(204,285,506)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2018 and the current sharing pattern of costs between employer and employee.

## Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2018, the Board recognized pension expense of \$91,218,112. At June 30, 2018, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of		Deferred Inflows of	
	Resources		Resources	
Net difference between projected and actual earnings on pension plan investments	\$	-	\$	31,187,669
Difference between expected and actual experience		8,205,254		14,624,430
Assumption changes		76,123,817		-
Board contributions subequent to the measurement date		19,471,463		<u>-</u>
Total	\$	103,800,534	\$	45,812,099

Board contributions subsequent to the measurement date of \$19,471,463 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2019	\$ 28,788,417
2020	19,558,626
2021	(10,375,790)
2022	(11,593,070)
Thereafter	 12,138,789
Total	\$ 38,516,972

#### 10. OTHER POSTEMPLOYMENT BENEFTS (OPEB)

#### Georgia School Personnel Employees Postemployment Health Benefit Fund

Plan Description: The Board participates in the State of Georgia School Employees Postemployment Benefit Fund (the School OPEB Fund) which is an other postemployment benefit (OPEB) plan administered by the State of Georgia Department of Community Health (DCH). Certified teachers and noncertified employees of the Board as defined in §20-2-875 of the Official Code of Georgia Annotated (O.C.G.A.) are provided OPEB through the School OPEB Fund - a cost-sharing multiple-employer defined benefit postemployment healthcare plan, reported as an employee trust fund of the State of Georgia and administered by a Board of Community Health (DCH Board). Title 20 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the DCH Board. The School OPEB Fund is included in the State of Georgia Comprehensive Annual Financial Report which is publicly available and can be obtained at https://sao.georgia.gov/comprehensive-annual-financial-reports.

Benefits: The School OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for public school teachers, including librarians, other certified employees of public schools, regional educational service agencies, and non-certified public school employees. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees' Retirement System (ERS), Georgia Judicial Retirement System (JRS), Legislative Retirement System (LRS), Teachers Retirement System (TRS) or Public School Employees Retirement System (PSERS). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement (HRA), Health Maintenance Organization (HMO) and a High Deductible Health Plan (HDHP). The School OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the School OPEB Fund is permitted.

**Contributions:** As established by the Board of Community Health, the School OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions required and made to the School OPEB Fund from the Board were \$49,728,593 for the year ended June 30, 2018. Active employees are not required to contribute to the School OPEB Fund.

### OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

Effective July 1, 2017, the Board implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which significantly changed the Board's accounting for OPEB amounts. The information disclosed in this note is presented in accordance with this new standard.

At June 30, 2018, the Board reported a liability of \$1,349,715,845 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2017. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2016. An expected total OPEB liability as of June 30, 2017 was determined using standard roll-forward techniques. The Board's proportion of the net OPEB liability was actuarially determined based on employer contributions to the School OPEB Fund during the fiscal year ended June 30, 2017. At June 30 2017, the Board's proportion was 9.606546% which was a increase of 0.015374% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the Board recognized OPEB expense of \$78,817,559. At June 30, 2018, the Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	rred Outflows Resources	Defe	erred Inflows of Resources
Net difference between projected and actual earnings on			
OPEB plan investments	\$ 394,775	\$	-
Changes in proportion and differences between Board			
contributions and proportionate share of contributions	1,931,157		-
Changes in plan assumptions	-		102,777,408
Board contributions subsequent to the measurement date	 49,728,593		<u>-</u>
Total	\$ 52,054,525	\$	102,777,408

Board contributions subsequent to the measurement date of \$49,728,593 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Yea ended June 30:	
2019	(18,039,121)
2020	(18,039,121)
2021	(18,039,121)
2022	(18,039,122)
2023	(18,137,818)
2024	(10,157,173)

#### Actuarial assumptions:

The total OPEB liability as of June 30, 2017 was determined by an actuarial valuation as of June 30, 2016 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2017:

Inflation Salary increase	2.75% TRS - 3.25 - 9.00%, including inflation PSERS - N/A
Long-term expected rate of return	3.88%, compounded annually, net of investment expense, including inflation
Healthcare cost trend rate: Pre-Medicare eligible Medicare eligible	7.75% 5.75%
Ultimate trend rate Pre-Medicare eligible Medicare eligible	5.00% 5.00%
Year of ultimate trend rate	2022

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB as follows:

- For TRS Members: The RP-2000 White Collar Mortality Table projected to 2025 with projection scale BB (set forward 1 year for males) was used for death after service retirement and beneficiaries. The RP-2000 Disabled Mortality Table projected to 2025 with projection scale BB (set forward 2 years for males and four years for females) was used for death after disability retirement.
- For PSERS Members: The RP-2000 Blue Collar Mortality Table projected to 2025 with projection scale BB (set forward 3 years for males and 2 years for females) was used for the period after service retirement and for beneficiaries of deceased members. The RP-2000 Disabled Mortality Table projected to 2025 with projection scale BB (set forward 5 years for both males and females) was used for the period after disability retirement.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the pension system, which covered the five-year period ending June 30, 2014.

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the Board and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

Additionally, there was a change that affected measurement of the total OPEB liability since the prior measurement date. The methodology used to determine employee and retiree participation in the School OPEB Fund is based on their current or last employer payroll location. Current and former employees of public school districts, libraries, regional educational service agencies, and community colleges are allocated to the School OPEB Fund irrespective of retirement system affiliation.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return
Local Government Investment Pool	100.00%	3.88%

#### Discount rate:

The discount rate has changed since the prior measurement date from 3.07% to 3.58%. In order to measure the total OPEB liability for the School OPEB Fund, a single equivalent interest rate of 3.58% was used as the discount rate. This is comprised mainly of the yield or index rate for 20 year tax-exempt general obligation municipal bonds with an average rating of AA or higher (3.56% per the Bond Buyer Index). The projection of cash flows used to determine the discount rate assumed that the current sharing of costs between the employer and the member will continue and that contributions from the employer will be made at the current level as averaged over the last five years, adjusted for annual projected changes in headcount. Projected future benefit payments for all current plan members were projected through 2115. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make OPEB payments for inactive employees through year 2029. Therefore, the long-term expected rate of return on OPEB plan investments was applied to discount projected benefit payments until 2029. The discount rate of 3.58% was the single rate which, when

applied to all projected benefit payments, resulted in the same present value of benefit payments when the above discussed calculations are combined. The calculated discount rate of 3.58% was applied to all periods of projected benefit payments to determine the total OPEB liability.

### Sensitivity of the Board's proportionate share of the net OPEB liability to changes in the discount rate:

The following presents the Board's proportionate share of the net OPEB liability calculated using the discount rate of 3.58%, as well as what the Board's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.58%) or 1-percentage-point higher (4.58%) than the current rate:

	1%		Current		1%	
	<b>Decrease</b> (2.58%)		discount rate (3.58%)		Increase (4.58%)	
Board's proportionate share of the	 Ì	_	•	_	•	-
net OPEB liability	\$ 1,602,545,788	\$	1.349.715.845	\$	1.150.181.813	

### Sensitivity of the Board's proportionate share of the net OPEB liability to changes in the healthcare cost trend rate:

The following presents the Board's proportionate share of the net OPEB liability calculated using the healthcare cost trend rates of 5.00% to 7.75%, as well as what the Board's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.00% to 6.75%) or 1-percentage-point higher (6.00% to 8.75%) than the current rates:

		1%		Current		1%
		Decrease (4.00% to 6.75%)		discount rate (5.00% to 7.75%)		Increase (6.00% to 8.75%)
Board's proportionate share of the	-	,	-	,	•	,
net OPEB liability	\$	1,118,760,672	\$	1,349,715,845	\$	1,650,419,137

#### 11. CONTINGENCIES AND COMMITMENTS

<u>Legal Matters</u> - The Board is involved in a number of legal matters which either have or could result in litigation. In the opinion of Board management, after consultation with legal counsel, the ultimate outcome of these contingencies is not expected to have a material adverse effect on the financial position of the Board.

<u>Federal Financial Assistance</u> - The Board participates in a number of federal financial assistance programs, the most significant of which are the National School Food Breakfast and Lunch program, the IDEA Flowthrough program, and the Title I program. Although the Board's grant programs have been audited in accordance with the provisions of the Single Audit Act through June 30, 2018, these programs are still subject to financial and compliance audits by federal granting agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Board expects such amounts, if any, to be immaterial.

<u>Construction Commitments</u> - A construction commitment is defined as the difference between the contract price and the amount paid on that contract. At June 30, 2018, Governmental Funds had construction commitments in the amount of \$41,284,014.

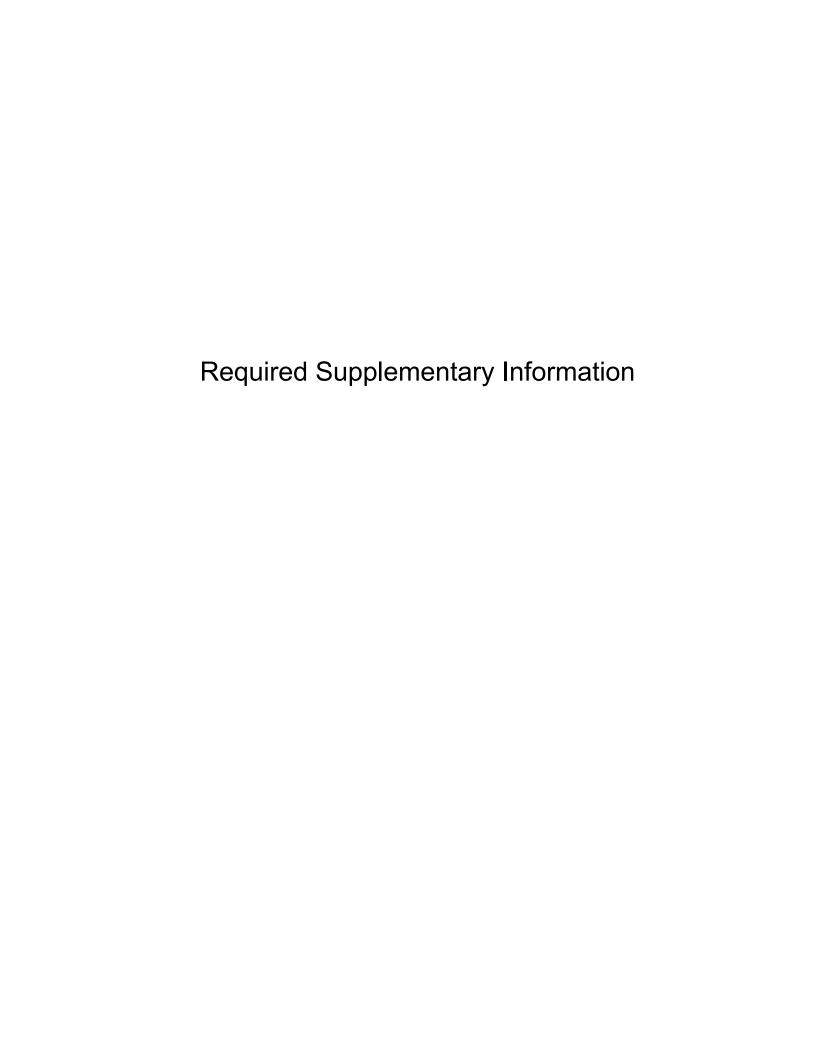
#### 12. ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2018, the State of Georgia incurred expenditures for the Board's benefit for payments in the amount of \$2,794,163 for contributions to the Public School Employee's Retirement System, and \$313,735 for contributions to the Teachers' Retirement System. These amounts are recorded as revenue from state sources and in the appropriate functional expenditures and funds based on the funding of the related salaries. The Teachers Retirement System on behalf payments are offset by the Board's share of the Public Schools Employees Retirement System pension expense of \$2,862,070.

#### 13. RESTATEMENT – CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the Board is required to change its accounting treatment of OPEB liabilities and the related OPEB expense. The new standard requires that the Board's proportionate share of the Net OPEB Liability be recorded on the Statement of Net Position. Therefore, in conjunction with the implementation of Statement No. 75, the following restatements were required to properly recognize the Board's Net OPEB Liability and related deferred outflows of resources for contributions subsequent to the measurement date as of the end of the prior period:

Net position, governmental activities, as previously reported	\$	544,730,651
Boards's total OPEB liability, beginning balance	(	1,358,469,348)
Contributions subsequent to the measurement date		47,420,380
Beginning net position, governmental activities, restated	\$	(766,318,317)
Net position, business type activities, as previously reported	\$	13,681,402
Boards's total OPEB liability, beginning balance		(62,969,752)
Contributions subsequent to the measurement date		2,218,958
Beginning net position, business type activities, restated	\$	(47,069,392)
Net position, school nutrition fund, as previously reported	\$	13,681,402
Boards's total OPEB liability, beginning balance		(62,969,752)
Contributions subsequent to the measurement date		2,218,958
Beginning net position, school nutrition fund, restated	\$	(47,069,392)
Net position, internal service funds, as previously reported	\$	5,342,686
Boards's total OPEB liability, beginning balance		(995,007)
Contributions subsequent to the measurement date		35,062
Beginning net position, internal service funds, restated	\$	4,382,741



### SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TEACHERS RETIREMENT SYSTEM

For the Year Ended June 30, (Dollars in Thousands)

	 2018	2017		2016		 2015
Board's proportion of the net pension liability	7.876635%		7.996883%		7.770096%	7.676581%
Board's proportion share of the net pension liability	\$ 1,463,897	\$	1,649,846	\$	1,182,920	\$ 969,836
State of Georgia's proportionate shate of the net pension liability associated with the District	\$ 4,638	\$	6,414	\$	4,630	\$ 3,877
Total	\$ 1,468,535	\$	1,656,260	\$	1,187,550	\$ 973,713
Board's covered payroll	\$ 914,219	\$	883,623	\$	823,336	\$ 783,160
Board's proportionate share of the net pension liability as a percentage of its covered payroll	160.13%		186.71%		143.67%	123.84%
Plan fiduciary net position as a percentage of the total pension liability	79.33%		76.06%		81.44%	84.03%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

## SCHEDULE OF BOARD CONTRIBUTIONS TEACHERS RETIREMENT SYSTEM

For the Year Ended June 30, (Dollars in Thousands)

Contractually required contribution	\$ <b>2018</b> 159,311	\$ <b>2017</b> 130,459	\$ <b>2016</b> 126,093	\$ <b>2015</b> 108,288	<b>2014</b> \$ 96,172
Contributions in relation to the contractually required contribution	159,311	130,459	126,093	108,288	96,172
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Board's covered payroll	\$ 947,716	\$ 914,219	\$ 883,623	\$ 823,336	\$ 783,160
Contributions as a percentage of covered payroll	16.81%	14.27%	14.27%	13.15%	12.28%
Contractually required contribution	\$ <b>2013</b> 88,092	\$ <b>2012</b> 81,586	\$ <b>2011</b> 83,581	\$ <b>2010</b> 82,179	<b>2009</b> \$ 76,510
Contributions in relation to the contractually required contribution	88,092	81,586	83,581	82,179	76,510
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Board's covered payroll	\$ 771,722	\$ 792,783	\$ 811,918	\$ 836,804	\$ 821,837
Contributions as a percentage of covered payroll	11.41%	10.29%	10.29%	9.82%	9.31%

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION TEACHERS RETIREMENT SYSTEM

Changes of assumptions: In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

On November 18, 2015, the Board of TRS adopted recommended changes to the economic and demographic assumptions utilized by the Plan. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal and salary increases. The expectation of retired life mortality was changed to RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males).

## SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (Dollars in Thousands)

	2018	 2017	 2016	 2015
Board's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%
Board's proportion share of the net pension liability	\$ -	\$ -	\$ -	\$ -
State of Georgia's proportionate shate of the net pension liability associated with the District	\$ 14,201	\$ 19,092	\$ 12,411	\$ 11,241
Total	\$ 14,201	\$ 19,092	\$ 12,411	\$ 11,241
Board's covered-employee payroll	\$ 77,230	\$ 74,500	\$ 72,483	\$ 69,844
Board's proportionate share of the net pension liability as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	85.69%	81.00%	87.00%	88.29%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM

*Changes of assumptions:* In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

On December 17, 2015, the Board of PSERS adopted recommended changes to the economic and demographic assumptions utilized by the Plan. Primary among the changes were the updates to rates of mortality, retirement, and withdrawal. The expectation of retired life mortality was changed to RP-2000 Blue Collar Mortality Table projected to 2025 with the Society of Actuaries' projection scale BB (set forward 3 years for males and 2 years for females).

## SCHEDULE OF CHANGES IN THE BOARD'S NET PENSION LIABILITY AND RELATED RATIOS GWINNETT RETIREMENT SYSTEM (Dollars in Thousands)

	2018 2017 2016		2015					
Total pension liability								
Service cost	\$	60,171	\$	52,049	\$	50,520	\$	48,848
Interest on total pension liability		147,193		138,878		129,345		120,802
Changes of benefit terms				-		-		-
Differences between expected and actual experience		(17,066)		4,773		8,122		-
Changes of assumptions		-		106,212		-		-
Benefit payments, including refunds of employee contributions		(78,782)		(71,850)		(65,800)		(59,928)
Net change in total pension liability		111,516		230,062		122,187		109,722
Total pension liability - beginning	_	2,001,961		1,771,899		1,649,712		1,539,990
Total pension liability - ending (a)	\$	2,113,477	\$	2,001,961	\$	1,771,899	\$	1,649,712
Plan fiduciary net position	Ф	25.525	Ф	21 100	ď.	25.212	Ф	26 107
Contributions - employer	\$	35,525 10,069	\$	31,198 9,779	\$	35,213 9,275	\$	36,197 8,871
Contributions - employee  Net investment income		266,332		131,574		(9,076)		88,906
Benefit payments, including refunds of employee contributions		(78,782)		(71,850)		(65,800)		(59,928)
Administrative expenses		(1,544)		(1,477)		(1,585)		(1,505)
Other		(1,511)		-		-		-
	_	221 (00		00.224		(21.072)	_	72.541
Net change in plan fiduciary net position		231,600		99,224		(31,973)		72,541
Plan fiduciary net position - beginning	_	1,836,156		1,736,932		1,768,905		1,696,364
Plan fiduciary net position - ending (b)	\$	2,067,756	\$	1,836,156	\$	1,736,932	\$	1,768,905
Board's net pension liability (asset) - ending (a) - (b)	\$	45,721	\$	165,805	\$	34,967	\$	(119,193)
Plan fiduciary net position as a percentage of the total								
pension liability		97.8%		91.7%		98.0%		107.2%
Covered payroll	\$	1,031,160	\$	948,765	\$	945,145	\$	895,915
Decide and annual and the little (annual annual								
Board's net pension liability (asset) as a percentage of covered payroll		4.4%		17.5%		3.7%		-13.3%

### SCHEDULE OF BOARD CONTRIBUTIONS GWINNETT RETIREMENT SYSTEM (Dollars in Thousands)

	 2018		2017	 2016	2015	
Actuarially determined contribution	\$ 38,853	\$	32,240	\$ 29,790	\$	40,794
Contributions in relation to the actuarially						
determined contribution	 38,853		32,240	29,790		40,794
Contribution deficiency (excess)	\$ -	\$	-	\$ -	\$	-
Covered payroll	1,052,927		1,010,660	986,424		920,855
Contributions as a percentage of						
Covered payroll	3.7%		3.2%	3.0%		4.4%

The schedule will present 10 years of information once it is accumulated.

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION GWINNETT RETIREMENT SYSTEM

#### **Actuarial Methods and Assumptions**

#### Changes of benefit terms:

2008 - The actuarial value of assets recognizes the difference between the actual and expected market value of assets over a five year period.

2012 - The vesting requirement for new hires and non-vested former employees who are rehired will be 10 years instead of 5 years. The normal form of payment for retirees will be a single life annuity but retirees will have the option of selecting an actuarially equivalent optional form of payment.

#### Changes of assumption:

2008 - Retirement, withdrawal, disability, and mortality rates were changed to more closely reflect recent experience. The salary scale was changed to more closely reflect recent experience.

2009 - The break point increase assumption was eliminated. The assumed rate of return was changed from 7.50% net of investment expenses only to 7.50% net of investment expenses and administrative expenses.

2012 - The assumed investment rate of return was increased from 7.5% to 8.0%. Retirement, withdrawal, disability, and mortality rates were changed to more closely reflect recent experience. The rate of salary inflation was temporarily lowered for a ten year period beginning with the January 1, 2012 valuation. The salary scale was changed to more closely reflect recent experience.

2017 – The assumed investment rate of return was decreased from 8.0% to 7.5%. The inflation rate was reduced from 3.50% to 2.75%. The wage inflation rate was reduced from 4.5% to 3.5%. Retirement, withdrawal, disability, and mortality rates were changed to more closely reflect recent experience.

Method and assumptions used in calculations of actuarially determined contributions:

The actuarially determined contribution rates are determined January 1<sup>st</sup> on an annual basis payable in the fiscal year beginning 18 months following the valuation date. The following actuarial methods and assumptions were used to determine the contribution rates reported.

Actuarial cost method	Entry age normal
Amortization method	Level dollar open
Remaining amortization period	10-30 years
Asset valuation method	5-year smoothed market
Postretirement cost of living adjustment	2.75% annually
Inflation	2.75%
Actuarial assumptions:	
Projected salary increases:	
TRS members:	
2011-2020	1.50-4.54%
2020 and beyond	3.50-7.12%
Non-TRS members:	
2011-2020	3.50%
2020 and beyond	3.50%

### SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY SCHOOL OPEB FUND

For the Year Ended June 30, (Dollars in Thousands)

	2018
Board's proportion of the net OPEB liability	9.606546%
Board's proportion share of the net OPEB liability	\$ 1,349,716
Board's covered-employee payroll	\$ 143,692
Board's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	939.31%
Plan fiduciary net position as a percentage of the total OPEB liability	1.61%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

### SCHEDULE OF BOARD CONTRIBUTIONS SCHOOL OPEB FUND (Dollars in Thousands)

	 2018
Contractually required contribution	\$ 49,729
Contributions in relation to the contractually	
required contribution	49,729
Contribution deficiency (excess)	\$ -
Covered-employee payroll	1,088,487
Contributions as a percentage of	
Covered-employee payroll	4.6%

The schedule will present 10 years of information once it is accumulated.

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION SCHOOL OPEB FUND

#### **Actuarial Methods and Assumptions**

### Changes of benefit terms:

In the June 30, 2010 actuarial valuation, there was a change of benefit terms to require Medicare-eligible recipients to enroll in a Medicare Advantage plan to receive the State subsidy.

#### Changes of assumption:

In the revised June 30, 2017 actuarial valuation, there was a change relating to employee allocation. Employees were previously allocated based on their Retirement System membership, and currently employees are allocated based on their current employer payroll location.

In the June 30, 2015 actuarial valuation, decremental and underlying inflation assumptions were changed to reflect the Retirement Systems' experience studies.

In the June 30, 2012 actuarial valuation, a data audit was performed and data collection procedures and assumptions were changed.

### GWINNETT COUNTY BOARD OF EDUCATION REQUIRED SUPPLEMENTARY INFORMATION

## Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) General Fund

For the Fiscal Year Ended June 30, 2018 (unaudited)

						Variance w	jet
	_	Budgeted	Amo			Positive	
		Original	-	Final	Actual	(Negative	:)
Revenues:							
Local sources	\$	643,049,276	\$	654,107,130	\$ 690,195,493	\$ 36,088,3	363
State sources	•	958,597,104	Ψ.	965,131,229	983,534,202	18,402,9	
Federal sources		500,000		500,000	785,845	285,8	
Total revenues		1,602,146,380	-	1,619,738,359	1,674,515,540	54,777,	
Francis differences							
Expenditures: Current:							
Instruction		1,030,341,772		1,023,070,581	1,010,063,628	13,006,9	953
Pupil services		56,593,949		54,208,907	52.089.038	2,119,8	
Instructional support		35,045,179		37,558,338	34,667,651	2,890,6	
Educational media services		21,194,057		21,985,935	21,825,030	160,9	
General administration		3,414,067		4,804,462	4,522,510	281,9	952
School administration		134,627,447		156,576,265	155,782,065	794,2	200
Business administration		33,042,594		34,057,107	33,386,033	671,0	
Maintenance and operations		115,887,026		117,289,512	115,871,211	1,418,	301
Pupil transportation		106,289,656		114,294,354	112,141,385	2,152,9	969
Support services - central		53,176,343		64,878,969	62,262,006	2,616,9	963
Other support services		5,563,462		4,384,481	4,382,202	2,2	279
Capital outlay:							
Capital outlay		62,611	_	62,611	62,000		611
Total expenditures		1,595,238,163		1,633,171,522	1,607,054,759	26,116,	763
Excess (deficiency) of revenues over							
(under) expenditures	_	6,908,217		(13,433,163)	67,460,781	80,893,9	944
Other financing sources (uses):							
Transfers out		(6,908,217)		(9,356,319)	(17,932,020)	(8,575,	701)
Total other financing sources (uses)		(6,908,217)	-	(9,356,319)	(17,932,020)	(8,575,	
, otal other miditally courses (does)		(0,000,211)	-	(0,000,010)	(11,002,020)	(0,010,	,
Net change in fund balances				(22,789,482)	49,528,761	72,318,	243
Fund balance, July 1, 2017		146,038,478		266,075,417	266,075,417		
Fund balance, June 30, 2018	\$	146,038,478	\$		\$ 315,604,178	\$ 72,318,2	243
Reconciliation of GAAP to Budget Basis:			_				
Net change in fund balance, GAAP basis				:	\$ 58,364,497		
Encumbrances					(6 022 035)		
					(6,923,935)		
Adjustments to accruals:							
Tax Revenues					(297,694)		
Intergovernmental Revenue					(36,311)		
Expenditures					(1,577,796)		
Net change in fund balance, budget basis					\$ 49,528,761		

See Note 4 to the financial statements for information on the preparation of this schedule.

### Nonmajor Governmental Funds

#### **Special Revenue**

These funds are used to account for revenues received from governmental agencies and other organizations that are legally restricted or committed to expenditures for specified purposes. These funds also account for receipt and expenditure of resources transferred from the general fund where revenues are inadequate to finance specified activities. The following programs are included in the special revenue funds category:

Title I Programs: This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of helping disadvantaged children meet challenging State academic content and student academic achievement standards. Title I Part C Migrant: This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting high quality education programs (including supportive services) for migratory children. Title II Part A: This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of increasing academic achievement by improving the effectiveness of teachers, principals and other school leaders. Title IV Part A: This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing students with access to a well rounded education, improved learning conditions and enhanced access to technology. Title II Part B: This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting partnerships between high needs school districts and institutions of higher learning in order to advance the instructional skills of math and science teachers in grades 4-12 to improve student achievement. **IDEA Preschool:** This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing a special education program for pre-kindergarten age children. IDEA Flowthrough: This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing special education programs for students age 3 through 21. **GOSA Innovation Grants:** This fund is established to provide accounting of state grant funds flowing through the Office of Planning & Budget, State of Georgia, for the purpose of increasing student achievement and

Bright From the Start: This fund is established to provide accounting of state funds for the purpose of operating a Pre-K program.

educational programs.

providing reform opportunities through unique and challenging

Perkins: This fund is established to provide accounting of federal

categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of improving secondary vocational education programs of instruction

throughout the school district.

Title III Limited English Proficient: This fund is established to provide accounting of federal

categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing a curriculum program to foreign students in grades 9-12 who have

English as a second language.

The Wallace Foundation: This fund is established to provide accounting of local grant

funds from the Wallace Foundation to support the "Principal Pipeline Initiative" which seeks to develop and test how urban school districts and their principal training providers can better train and support effective novice principals and assistant principals who can improvement student achievement, especially

in low-performing schools.

GoSTEM Initiative: This fund is established to provide accounting of local funds

from the Georgia Institute of Technology (GIT) (provided by the Goizueta Foundation) that are committed to provide evaluation services to GIT for the purpose of enhancing the educational experience of Latino students in Georgia and strengthen the pipeline of these students into post-secondary STEM (Science,

Technology, Engineering, and Mathematics) education.

Department of Administrative Services: This fund is established to provide accounting of local funds

committed for the purpose of providing additional administrative support and staff development opportunities for the Division of

Business and Finance.

Education for Homeless Children: This fund is established to provide accounting of federal

categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting the educational successes of homeless children by providing school

supplies, tutoring, and other services.

NewSchools Grant: This fund is established to provide accounting of local funds

from the NewSchools Venture Fund for the purpose of supporting the Meadowcreek Cluster of schools.

Local School Activity Fund: This fund is established to provide accounting of funds generated

through donations, ticket sales, fundraising and other activities and committed for use by the local school principal for student and faculty programs and activities subject to District policy.

Fresh Fruit and Vegetable Program: This fund is established to provide accounting of federal grant

funds from the Georgia Department of Education Food and Nutrition Program for the purpose of providing fresh fruits and vegetables to school children outside of the lunch or breakfast

food service periods.

SADD Grant: This fund is established to provide accounting of federal funds

flowing through the Georgia Department of Highway Safety for the purpose of providing students with peer to peer support in

making positive decisions.

School Improvement 1003(g):

This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of improving student achievement in Title I Schools identified as Priority Schools.

MAPLE Grant:

This fund is established to provide accounting of local grant funds from Georgia State University (funded by the The Laura & John Arnold Foundation). The Metro Atlanta Policy Lab for Education (MAPLE) Grant supports the development of a research and policy lab to assist policymakers with the effective use of data in decision making to improve instruction.

### **GWINNETT COUNTY BOARD OF EDUCATION**

#### Combining Balance Sheet Nonmajor Governmental Funds As of June 30, 2018

	Special Revenue			
		Title I Programs	Title I Part C Migrant	Title II Part A
Assets				
Cash and cash equivalents	\$	-	-	-
Investments at fair value		-	-	-
Receivables:				
Due from other governments		5,928,841	8,355	377,279
Due from other funds		63,393	-	-
Total assets	=	5,992,234	8,355	377,279
Liabilities and fund balances Liabilities:				
Accounts payable		44,600	-	28,843
Salaries payable		2,497,548	3,648	117,597
Due to other funds		3,450,086	4,707	230,839
Due to other governments		-	-	-
Total liabilities	_	5,992,234	8,355	377,279
Fund balances:				
Restricted		-	-	-
Committed		-	<u> </u>	-
Total fund balances		-	-	-
Total liabilities and fund balances	\$	5,992,234	8,355	377,279

Special Revenue

		opeoidi Novellae		GOSA
Title IV	Title II	IDEA	IDEA	Innovation
 Part A	Part B	Preschool	Flowthrough	Grants
\$ -	-	-	-	-
-	-	-	-	-
8,052	14,431	-	2,707,566	56,364
-	-	76,539	485,986	-
8,052	14,431	76,539	3,193,552	56,364
-	-	-	-	-
-	-	73,866	2,957,388	-
8,052	14,431	=	236,164	56,364
-	-	2,673	-	-
8,052	14,431	76,539	3,193,552	56,364
-	-	-	-	-
 <u> </u>	<u>-</u> _	<u>-</u>		
-	-	-	-	-
\$ 8,052	14,431	76,539	3,193,552	56,364

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### **GWINNETT COUNTY BOARD OF EDUCATION**

#### Combining Balance Sheet Nonmajor Governmental Funds As of June 30, 2018

		Special Revenue		
	i	Bright from the Start	Perkins	Title III Limited English Proficient
Assets				
Cash and cash equivalents	\$	33,812	-	-
Investments at fair value		-	-	-
Receivables:				
Due from other governments		-	411,800	384,445
Due from other funds		-	-	241
Total assets		33,812	411,800	384,686
Liabilities and fund balances Liabilities:				
Accounts payable		-	199	11,000
Salaries payable		21,335	88,400	152,729
Due to other funds		12,477	323,201	220,957
Due to other governments		-	-	-
Total liabilities		33,812	411,800	384,686
Fund balances:				
Restricted		-	-	-
Committed		<u>-</u>	-	
Total fund balances		-	-	-
Total liabilities and fund balances	\$	33,812	411,800	384,686

	_	
Special	Reveni	ıe

The Wallace Foundation	GoSTEM Initiative	Department of Administrative Services	Education for Homeless Children	NewSchools Grant
\$ 230,511	104,021	353,581	-	212,440
-		-	-	-
-	-	-	5,681	-
 230,511	- 104,021	353,581	5,681	212,440
-	-	-	3,850	-
-	-	-	-	-
-	-	-	1,831	-
 <u> </u>	-			
 <del>-</del> -	<u>-</u>	-	5,681	-
230,511	_	<del>-</del>	<u>-</u>	212,440
- -	104,021	353,581	-	, -
 230,511	104,021	353,581	-	212,440
\$ 230,511	104,021	353,581	5,681	212,440

(CONTINUED ON NEXT PAGE)

### **GWINNETT COUNTY BOARD OF EDUCATION**

#### Combining Balance Sheet Nonmajor Governmental Funds As of June 30, 2018

	Special Revenue			
		Local	Fresh Fruit	
		School	and Vegetable	SADD
		Activity Fund	Program	Grant
Assets	_			
Cash and cash equivalents	\$	1,576,219	-	-
Investments at fair value		18,994,785	-	-
Receivables:				
Due from other governments		-	-	3,078
Due from other funds		-	-	-
Total assets	=	20,571,004		3,078
Liabilities and fund balances Liabilities:				
Accounts payable		275,587	_	-
Salaries payable		· -	_	_
Due to other funds		4,046,627	_	3,078
Due to other governments		-	_	-
Total liabilities	_	4,322,214		3,078
Fund balances:				
Restricted		-	-	-
Committed		16,248,790	-	-
Total fund balances	_	16,248,790	-	-
Total liabilities and fund balances	\$ <u></u>	20,571,004		3,078

School		Total
Improvement	MAPLE	Special
1003(g)	Grant	Revenue Funds
-	-	2,510,584
-	-	18,994,785
-	-	9,905,892
		626,159
		32,037,420
-	-	364,079
-	-	5,912,511
-	-	8,608,814
		2,673
		14,888,077
-	-	442,951
		16,706,392
-	-	17,149,343
-	-	32,037,420

### GWINNETT COUNTY BOARD OF EDUCATION

### Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds

### For the Fiscal Year Ended June 30, 2018

	Special Revenue								
		Title I Programs	Title I Part C Migrant	Title II Part A					
Revenues:									
Other local sources	\$	-	-	-					
State sources		-	-	-					
Federal sources		37,693,136	67,476	2,691,971					
Total revenues	_	37,693,136	67,476	2,691,971					
Expenditures:									
Instruction		30,346,193	24,307	-					
Pupil services		1,914,663	41,945	-					
Instructional support Educational media services General administration		1,872,075	-	2,075,146					
		-	-	-					
		3,400,032	1,224	60,696					
Business administration		-	-	-					
Maintenance and operations		-	-	-					
Pupil transportation		159,735	-	-					
Support services - central		-	-	556,129					
Other support services		438	<u> </u>						
Total expenditures	_	37,693,136	67,476	2,691,971					
Excess (deficiency) of revenues over (under) expenditures		-	-	-					
Other financing sources:									
Transfers in				<u>-</u>					
Total other financing sources		<del>-</del>	<u> </u>	<u>-</u>					
Net change in fund balances		-	-	-					
Fund balances - July 1, 2017 Fund balances - June 30, 2018	<u> </u>	<u>-</u>	<u> </u>						

Special Revenue

			Special Revenue		
					GOSA
	Title IV	Title II	IDEA	IDEA	Innovation
	Part A	Part B	Preschool	Flowthrough	Grants
\$					
Φ	-	-	-	-	- 155,056
	- 574,783	207,756	- 596,272	28,512,400	155,050
	574,783	207,756	596,272	28,512,400	155,056
	374,703	201,100	330,272	20,312,400	100,000
	412,499	-	860,792	35,353,116	70,529
	-	-	-	228,191	-
	146,737	199,263	-	95,985	73,342
	-	-	-	-	6,678
	15,547	8,493	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	4,507
	-	-	-	-	-
	<u>-</u>				
	574,783	207,756	860,792	35,677,292	155,050
	-	-	(264,520)	(7,164,892)	-
	_	_	264,520	7,164,892	_
			264,520	7,164,892	<u>-</u>
			204,320	7,104,092	
	-	-	-	-	-
	-	-	-	-	-
	-	=	-		-

(CONTINUED ON NEXT PAGE)

# GWINNETT COUNTY BOARD OF EDUCATION Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2018

	Special Revenue					
		Bright from the Start	Perkins	Title III Limited English Proficient		
Revenues:	_					
Other local sources	\$	-	-	-		
State sources		223,283		<del>-</del>		
Federal sources			1,137,413	3,327,702		
Total revenues		223,283	1,137,413	3,327,702		
Expenditures:						
Instruction		247,525	591,178	764,383		
Pupil services		-	-	1,557,886		
Instructional support		1,420	546,235	982,353		
Educational media services		-	-	-		
General administration		-	-	23,080		
Business administration		-	-	-		
Maintenance and operations		-	-	-		
Pupil transportation		-	-	-		
Support services - central		-	-	-		
Other support services	<u></u>	<u> </u>	<u>-</u>			
Total expenditures	_	248,945	1,137,413	3,327,702		
Excess (deficiency) of revenues over (under) expenditures		(25,662)	-	-		
Other financing sources:						
Transfers in		25,662	-			
Total other financing sources		25,662	<del>-</del>			
Net change in fund balances		-	-	-		
Fund balances - July 1, 2017		<u> </u>	<u>-</u>			
Fund balances - June 30, 2018	\$	<u> </u>				

The Wallace GoSTEM Foundation Initiative				NewSchools Grant		
\$ -	-	278,960	-	215,000		
-	-	-	-	-		
 <del>-</del> -	<del>-</del>	278,960	94,132 94,132	215,000		
 <u> </u>	<u> </u>	276,900	94,132	213,000		
-	-	-	6,837	-		
-	-	-	-	-		
192,849	-	-	28,682	2,560		
-	-	-	16,847	-		
- -	<u>-</u>	97,766	10,647	-		
-	- -	91,100	_	-		
-	_	_	27,916	_		
-	3,979	=		-		
-	-	-	13,850	-		
192,849	3,979	97,766	94,132	2,560		
(192,849)	(3,979)	181,194	-	212,440		
 <u>-</u>						
 <u>-</u> -	-	-	-	-		
(192,849)	(3,979)	181,194	-	212,440		
423,360	108,000	172,387	-	-		
\$ 230,511	104,021	353,581	-	212,440		

(CONTINUED ON NEXT PAGE)

# GWINNETT COUNTY BOARD OF EDUCATION Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2018

	Special Revenue							
		Local	Fresh Fruit					
	School Activity Fund		and Vegetable Program	SADD Grant				
Revenues:	<u></u>							
Other local sources	\$	26,793,844	-	-				
State sources		-	-	-				
Federal sources			155,154	4,237				
Total revenues		26,793,844	155,154	4,237				
Expenditures:								
Instruction		26,721,621	-	-				
Pupil services		-	-	-				
Instructional support		-	-	-				
Educational media services		-	-	-				
General administration		-	-	-				
Business administration		-	-	-				
Maintenance and operations		-	-	-				
Pupil transportation		-	-	-				
Support services - central		-	-	-				
Other support services		-	155,154	4,237				
Total expenditures		26,721,621	155,154	4,237				
Excess (deficiency) of revenues over (under) expenditures		72,223	-	-				
Other financing sources:								
Transfers in			<u> </u>					
Total other financing sources		<del>-</del>		<del>-</del>				
Net change in fund balances		72,223	-	-				
Fund balances - July 1, 2016		16,176,567	<u>-</u>	-				
Fund balances - June 30, 2017	\$	16,248,790						
i una balances - June 30, 2017	Ψ	10,240,730						

Special Revenue								
School		Total						
Improvement	MAPLE	Special						
1003(g)	Grant	Revenue Funds						
-	-	27,287,804						
-	-	378,339						
362,411	-	75,424,843						
362,411	=	103,090,986						
194,679	-	95,593,659						
-	-	3,742,685						
163,915	-	6,380,562						
-	-	6,678						
1,306	-	3,527,225						
-	-	97,766						
2,120	-	2,120						
-	-	192,158						
=	-	560,108						
391	-	174,070						
362,411	-	110,277,031						
-	-	(7,186,045)						
<u> </u>		7,455,074						
<u> </u>	-	7,455,074						
-	-	269,029						
-	-	16,880,314						
-	-	17,149,343						

### **Budgetary Compliance**

### **Nonmajor Governmental Funds**

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

### **Capital Projects Fund**

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

#### **Debt Service Fund**

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

### **GWINNETT COUNTY BOARD OF EDUCATION**

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title I Programs For the Fiscal Year Ended June 30, 2018

	Budgeted .	Amoı	unts			Variance with Final Budget Positive
	Original		Final	Actual	_	(Negative)
Revenues:						
Federal sources	\$ 37,865,519	\$	44,699,566 \$	37,693,136	\$	(7,006,430)
Total revenues	37,865,519	_	44,699,566	37,693,136	_	(7,006,430)
Expenditures: Current:						
Instruction	33,639,665		34,210,365	30,346,193		3,864,172
Pupil services	21,152		2,647,302	1,914,663		732,639
Instructional support	953,669		3,609,264	1,872,075		1,737,189
General administration	3,194,033		3,930,495	3,400,032		530,463
Pupil transportation	57,000		302,140	159,735		142,405
Other support services	 -		<u> </u>	438		(438)
Total expenditures	 37,865,519	_	44,699,566	37,693,136	_	7,006,430
Net change in fund balance	 -	_			_	
Fund balance, July 1, 2017	-		-	_		-
Fund balance, June 30, 2018	\$ -	\$	- \$	-	\$	-

### GWINNETT COUNTY BOARD OF EDUCATION

### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title I Part C Migrant For the Fiscal Year Ended June 30, 2018

		Budgeted Amounts				Variance with Final Budget Positive	
	_	Original	_	Final	Actual	_	(Negative)
Revenues:							
Federal sources	\$	91,497	\$	107,617 \$	67,476	\$	(40,141)
Total revenues	_	91,497	_	107,617	67,476	_	(40,141)
Expenditures: Current:							
Instruction		43,630		46,547	24,307		22,240
Pupil Services		41,999		59,293	41,945		17,348
General administration		5,118		1,677	1,224		453
Pupil transportation		750		100	· -		100
Total expenditures	_	91,497	_	107,617	67,476	_	40,141
Net change in fund balance		-		<u> </u>			
Fund balance, July 1, 2017		_		-	_		-
Fund balance, June 30, 2018	\$	-	\$	- \$	-	\$	-

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title II Part A For the Fiscal Year Ended June 30, 2018

		Budgeted A	mou		Actual	Variance with Final Budget Positive
		Original		Final	Actual	(Negative)
Revenues:						
Federal sources	\$	3,053,427	\$	5,505,182 \$	2,691,971 \$	(2,813,211)
Total revenues		3,053,427	_	5,505,182	2,691,971	(2,813,211)
Expenditures: Current:						
Instructional support		1,997,149		4,704,988	2,075,146	2,629,842
General administration		40,381		76,350	60,696	15,654
Support services - central		1,015,897		723,844	556,129	167,715
Total expenditures	_	3,053,427		5,505,182	2,691,971	2,813,211
Net change in fund balance			_			
Fund balance, July 1, 2017		-		-	-	-
Fund balance, June 30, 2018	\$	- ;	\$	- \$	- \$	

## GWINNETT COUNTY BOARD OF EDUCATION Schedule of Revenues, Expenditures, and Changes in Fund BalancesBudget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title IV Part A For the Fiscal Year Ended June 30, 2018

		Budgeted	Amοι			Variance with Final Budget Positive
		Original		Final	Actual	(Negative)
Revenues:						
Federal sources	\$	977,805	\$	977,805	\$ 574,783	\$ (403,022)
Total revenues		977,805		977,805	574,783	(403,022)
Expenditures:						
Current: Instruction		585,917		585,917	412,499	173,418
Pupil Services		88,394		88,394	412,499	88,394
Instructional support		283,938		283,938	146,737	137,201
General administration		19,556		19,556	15,547	4,009
Total expenditures	_	977,805	_	977,805	574,783	403,022
Net change in fund balance		-				
Fund balance, July 1, 2017		-		-	-	-
Fund balance, June 30, 2018	\$	-	\$	-	\$ -	\$

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title II Part B For the Fiscal Year Ended June 30, 2018

	 Budgeted	Αποι	unts			Variance with Final Budget Positive
	Original		Final	Actual	_	(Negative)
Revenues:						
Federal sources	\$ 332,921	\$	332,921 \$	207,756	\$	(125,165)
Total revenues	 332,921		332,921	207,756	_	(125,165)
Expenditures: Current:						
Instructional support	323,012		323,012	199,263		123,749
General administration	9,909		9,909	8,493		1,416
Total expenditures	332,921	_	332,921	207,756	_	125,165
Net change in fund balance	 		<u> </u>		_	
Fund balance, July 1, 2017	-		-	-		-
Fund balance, June 30, 2018	\$ -	\$	- \$	-	\$	-

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - IDEA Preschool For the Fiscal Year Ended June 30, 2018

		Budgeted	Amοι	ınts		Variance with Final Budget Positive	
		Original	_	Final	Actual	(Negative)	
Revenues: Federal sources Total revenues	\$	840,051 840,051	\$	598,945 598,945	\$\$ \$ \$	(2,673)	
Expenditures: Current: Instruction		840,051		862,593	860,792	1,801	
Total expenditures	<u> </u>	840,051	_	862,593	860,792	1,801	
Excess (deficiency) of revenues over (under) expenditures			. <u>-</u>	(263,648)	(264,520)	(872)	
Other financing sources:  Transfers in  Total other financing sources	_	-	<u> </u>	263,648 263,648	264,520 264,520	872 872	
Net change in fund balance		-	_	-			
Fund balance, July 1, 2017 Fund balance, June 30, 2018	\$	-	\$	<u>-</u>	<u>-</u> \$ <u>-</u> \$		

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - IDEA Flowthrough For the Fiscal Year Ended June 30, 2018

		Dudwated Ameri			Variance with Final Budget
		Budgeted Amor Original	Final	Actual	Positive (Negative)
		Original		Actual	(Negative)
Revenues:					
Federal sources	\$	32,377,683 \$	28,535,954 \$	28,512,400 \$	(23,554)
Total revenues		32,377,683	28,535,954	28,512,400	(23,554)
Expenditures: Current:					
Instruction		32,281,746	35,470,927	35,353,116	117,811
Pupil services		-	228,191	228,191	-
Instructional support		95,937	119,538	95,985	23,553
Total expenditures	_	32,377,683	35,818,656	35,677,292	141,364
Excess (deficiency) of revenues over					
(under) expenditures			(7,282,702)	(7,164,892)	117,810
Other financing sources:					
Transfers in			7,282,702	7,164,892	(117,810)
Total other financing sources		<u> </u>	7,282,702	7,164,892	(117,810)
Net change in fund balance		-	-	_	-
5 11 1 2047					
Fund balance, July 1, 2017 Fund balance, June 30, 2018	s —				
,,	· · · —			*.	

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - GOSA Innovation Grants For the Fiscal Year Ended June 30, 2018

	Budgeted	Amo	unts				Variance with Final Budget Positive
	Original	_	Final		Actual	_	(Negative)
Revenues:							
State sources	\$ 214,807	\$	214,807	\$	155,056	\$	(59,751)
Total revenues	 214,807	_	214,807		155,056	_	(59,751)
Expenditures: Current:							
Instruction	93,311		93,311		70,529		22,782
Instructional support	96,988		96,988		73,342		23,646
Educational media services	20,000		20,000		6,678		13,322
Pupil transportation	4,508		4,508		4,507		1
Total expenditures	 214,807	_	214,807	_	155,056		59,751
Net change in fund balance	 					_	
Fund balance, July 1, 2017	-		_		-		_
Fund balance, June 30, 2018	\$ -	\$	-	\$	-	\$	-

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Bright From the Start For the Fiscal Year Ended June 30, 2018

		Budgeted	Amou	ınts				Variance with Final Budget Positive
		Original		Final		Actual		(Negative)
Revenues:								
State sources	\$	268,140	\$	268,140	\$	223,283	\$	(44,857)
Total revenues	<u> </u>	268,140	_	268,140		223,283	Ť <u> </u>	(44,857)
Expenditures:								
Current: Instruction		268,140		268,140		247,525		20,615
Instructional support		200,140		200, 140		1,420		(1,420)
Total expenditures		268,140	_	268,140	_	248,945	_	19,195
Excess (deficiency) of revenues over								
(under) expenditures		-		-		(25,662)	_	(25,662)
Other financing sources:								
Transfers in		-		-		25,662		25,662
Total other financing sources				-		25,662		25,662
Net change in fund balance		-		-		-	_	-
Fund balance, July 1, 2017		-		-		-		
Fund balance, June 30, 2018	\$	-	\$	-	\$	-	\$	-

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Perkins For the Fiscal Year Ended June 30, 2018

	 Budgeted	Amoı	unts		Variance with Final Budget Positive
	 Original		Final	Actual	(Negative)
Revenues:					
Federal sources	\$ 1,122,297	\$	1,188,215 \$	1,137,413	\$ (50,802)
Total revenues	 1,122,297	_	1,188,215	1,137,413	(50,802)
Expenditures: Current:					
Instruction	610,000		640,000	591,178	48,822
Instructional support	512,297		548,215	546,235	1,980
Total expenditures	 1,122,297	_	1,188,215	1,137,413	50,802
Net change in fund balance	 		<u> </u>		
Fund balance, July 1, 2017	-		-	-	-
Fund balance, June 30, 2018	\$ -	\$	- \$		\$

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Title III Limited English Proficient For the Fiscal Year Ended June 30, 2018

	_	Budgeted Ar Original	mounts Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:					
Federal sources	\$	3,674,440 \$	-,, +	3,327,702 \$	
Total revenues		3,674,440	4,293,062	3,327,702	(965,360)
Expenditures:					
Current:					
Instruction		892,821	1,509,834	764,383	745,451
Pupil services		1,495,366	1,667,050	1,557,886	109,164
Instructional support		1,211,232	1,082,600	982,353	100,247
General administration		-	29,000	23,080	5,920
Pupil transportation		12,371	4,578	-	4,578
Other support services		62,650	-	-	-
Total expenditures		3,674,440	4,293,062	3,327,702	965,360
Net change in fund balance					
Fund balance, July 1, 2017		-	-	_	-
Fund balance, June 30, 2018	\$	- \$	- \$	- \$	-

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - The Wallace Foundation For the Fiscal Year Ended June 30, 2018

	_	Budgeted Original	Amo	unts Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:						
Local sources	\$	487,192	\$	<u> </u>	- \$	
Total revenues		487,192	_	<u> </u>		-
Expenditures: Current:						
Instructional support		487,192		423,360	192,849	230,511
Total expenditures		487,192	_	423,360	192,849	230,511
Excess (deficiency) of revenues over (under) expenditures		<u> </u>	_	(423,360)	(192,849)	230,511
Net change in fund balance				(423,360)	(192,849)	230,511
Fund balance, July 1, 2017		-		423,360	423,360	-
Fund balance, June 30, 2018	\$	-	\$	- \$	230,511 \$	230,511

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - GoSTEM Initiative For the Fiscal Year Ended June 30, 2018

	Budgeted A	Amour	nts		Variance with Final Budget Positive
	 Original		Final	Actual	(Negative)
Revenues:					
Local sources	\$ 83,000	\$	- \$	- \$	-
Total revenues	 83,000	_		-	-
Expenditures: Current:					
Support services - central	83,000		108,000	3,979	104,021
Total expenditures	 83,000		108,000	3,979	104,021
Net change in fund balance	 		(108,000)	(3,979)	104,021
Fund balance, July 1, 2017	-		108,000	108,000	-
Fund balance, June 30, 2018	\$ -	\$	- \$	104,021 \$	104,021

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Department of Administrative Services For the Fiscal Year Ended June 30, 2018

	Budgeted	Amoı	unts			Variance with Final Budget Positive	
	 Original	_	Final	_	Actual	(Negative)	
Revenues:							
Local sources	\$ 335,204	\$	335,204	\$	278,960 \$	(56,244)	
Total revenues	 335,204	_	335,204	_	278,960	(56,244)	
Expenditures: Current:							
Business administration	110,960		110,960		97,766	13,194	
Other support services	224,244		224,244		-	224,244	
Total expenditures	 335,204	_	335,204		97,766	237,438	
Excess (deficiency) of revenues over					191 104	191 104	
(under) expenditures	 	-		· —	181,194	181,194	
Net change in fund balance	 -	_	-	. <u>-</u>	181,194	181,194	
Fund balance, July 1, 2017	_		_		172,387	172,387	
Fund balance, June 30, 2018	\$ -	\$	-	\$	353,581 \$	353,581	

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Education for Homeless Children For the Fiscal Year Ended June 30, 2018

		Budgeted .	Amou	ınts		Variance with Final Budget Positive
		Original	_	Final	Actual	(Negative)
Revenues:						
Federal sources	\$	73,078	\$	135,002 \$	94,132	\$ (40,870)
Total revenues	_	73,078		135,002	94,132	(40,870)
Expenditures:						
Current:						
Instruction		8,250		9,660	6,837	2,823
Instructional support		17,826		31,576	28,682	2,894
General administration		27,002		31,916	16,847	15,069
Pupil transportation		20,000		48,000	27,916	20,084
Other support services		-		13,850	13,850	
Total expenditures	_	73,078		135,002	94,132	40,870
Net change in fund balance		-	. <u> </u>			
Fund balance, July 1, 2017		-		<u>-                                      </u>		
Fund balance, June 30, 2018	\$	-	\$	- \$	-	\$ -

Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - NewSchools Grant For the Fiscal Year Ended June 30, 2018

	 Budgeted Ar			Variance with Final Budget Positive
	 Original	Final	Actual	(Negative)
Revenues:				
Local sources	\$ 215,000 \$	215,000 \$	215,000 \$	
Total revenues	 215,000	215,000	215,000	
Expenditures: Current:				
Instructional support	 215,000	215,000	2,560	212,440
Total expenditures	 215,000	215,000	2,560	212,440
Net change in fund balance	 <u> </u>	<u> </u>	212,440	212,440
Fund balance, July 1, 2017	-	_	-	-
Fund balance, June 30, 2018	\$ - \$	- \$	212,440 \$	212,440

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Local School Activity Fund For the Fiscal Year Ended June 30, 2018

		Budgeted	Amo	unts		Variance with Final Budget Positive
		Original	_	Final	Actual	(Negative)
Revenues: Local sour Tota	rces Il revenues	\$ 22,500,000 22,500,000	\$	22,500,000 \$ 22,500,000	26,793,844 26,793,844	4,293,844 4,293,844
Expenditures: Current:		00 500 000		00 500 000	00 704 004	(4.004.004)
Instruction	Total expenditures	 22,500,000 22,500,000	_	22,500,000 22,500,000	26,721,621 26,721,621	(4,221,621) (4,221,621)
	Excess (deficiency) of revenues over (under) expenditures	 	_	<u> </u>	72,223	72,223
	Net change in fund balance	 -	_	<u> </u>	72,223	72,223
Fund balance, Jo Fund balance, Jo		\$ -	\$	<u>-</u> - \$	16,176,567 16,248,790 \$	16,176,567 16,248,790

Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - Fresh Fruit and Vegetable Program Fund For the Fiscal Year Ended June 30, 2018

	Budgeted	Amou	ınts			Variance with Final Budget Positive
	Original		Final	Actual	_	(Negative)
Revenues:						
Federal sources	\$ 176,200	\$	176,200	\$ 155,154	\$	(21,046)
Total revenues	 176,200	_	176,200	155,154	_	(21,046)
Expenditures: Current:						
Other support services	176,200		176,200	155,154		21,046
Total expenditures	 176,200	_	176,200	155,154	_	21,046
Excess (deficiency) of revenues over (under) expenditures	 -			<del>-</del>		<u>-</u>
Net change in fund balance	 -				_	<u>-</u>
Fund balance, July 1, 2017	-		-	_		_
Fund balance, June 30, 2018	\$ -	\$	- ;	\$ -	\$	-

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund BalancesBudget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - SADD Grant For the Fiscal Year Ended June 30, 2018

		_	Budgeted /	Amoı	unts Final		Actual	Variance with Final Budget Positive (Negative)
Revenues:								
Federal so	urces	\$	6,500	\$	6,500	\$	4,237 \$	(2,263)
Tota	I revenues	_	6,500	_	6,500		4,237	(2,263)
Expenditures: Current:								
Other supp	oort services		6,500		6,500		4,237	2,263
	Total expenditures	_	6,500	_	6,500	_	4,237	2,263
	Excess (deficiency) of revenues over (under) expenditures		-	_		_	<u>-</u>	
	Net change in fund balance				-			
Fund balance, Ju Fund balance, Ju		\$	<u>-</u>	\$	-	\$	_ \$	<u>-</u>

#### Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - School Improvement 1003 (g) For the Fiscal Year Ended June 30, 2018

		Budgeted A	Amoun	ts		Variance with Final Budget Positive
		Original		Final	Actual	(Negative)
Revenues:						
Federal sources	\$	368,733	\$	368,733	\$ 362,411	\$ (6,322)
Total revenues	<u> </u>	368,733		368,733	362,411	(6,322)
Expenditures:						
Current:						
Instruction		200,091		200,091	194,679	5,412
Instructional support		164,825		164,825	163,915	910
General administration		1,307		1,307	1,306	1
Maintenance and operations		2,119		2,119	2,120	(1)
Other support services		391		391	391	-
Total expenditures	_	368,733		368,733	362,411	6,322
Net change in fund balance						
Fund balance, July 1, 2017				-		
Fund balance, June 30, 2018	\$	-	\$	-	\$	\$

Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis) Nonmajor Governmental Funds - MAPLE Grant For the Fiscal Year Ended June 30, 2018

		Budgeted	Amo	unts			Variance with Final Budget Positive
		Original	_	Final	_	Actual	 (Negative)
Revenues:							
Local sources	\$	143,817	\$	143,817	\$	-	\$ (143,817)
Total revenues	_	143,817	_	143,817	_	-	 (143,817)
Expenditures: Current:							
Support services - central		143,817		143,817		-	143,817
Total expenditures	_	143,817		143,817		-	 143,817
Net change in fund balance		-	_	-	_	-	 
Fund balance, July 1, 2017		-		_		-	-
Fund balance, June 30, 2018	\$	-	\$	-	\$	-	\$ -

# GWINNETT COUNTY BOARD OF EDUCATION Schedule of Revenues, Expenditures, and Changes in Fund BalancesBudget and Actual (Non-GAAP Budgetary Basis) Capital Projects Fund For the Fiscal Year Ended June 30, 2018

	=	Budgeted Amo Original	ounts Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:					
Local sources	\$	152,182,754 \$	152,182,754 \$	157,225,115 \$	
State sources		<u> </u>	<u> </u>	1,917,245	1,917,245
Total revenues		152,182,754	152,182,754	159,142,360	6,959,606
Expenditures:					
Capital Outlay:					
Capital projects		149,858,547	167,937,634	181,358,713	(13,421,079)
Total expenditures	_	149,858,547	167,937,634	181,358,713	(13,421,079)
Excess (deficiency) of revenues over					
(under) expenditures		2,324,207	(15,754,880)	(22,216,353)	(6,461,473)
(anasi) sapanana sa	-	2,021,201	(10,101,000)	(22,210,000)	(0,101,110)
Other financing sources (uses):					
Sale of assets		-	-	1,600,000	1,600,000
Transfers in Transfers out		3,890,036 (35,251,071)	3,310,633	(88,262,979)	(3,310,633) (57,770,752)
Total other financing sources (uses)	_	(31,361,035)	(30,492,227) (27,181,594)	(86,662,979)	(57,770,752)
Total other illianding sources (uses)		(31,301,033)	(27,101,394)	(60,002,979)	(39,401,303)
Net change in fund balance	_	(29,036,828)	(42,936,474)	(108,879,332)	(65,942,858)
Fund halance, July 4, 0047		044 000 000 Ф	040 044 070	040 044 070	
Fund balance, July 1, 2017 Fund balance, June 30, 2018	s —	241,360,909 \$ _ 212.324.081 \$	313,041,276 270,104,802 \$	313,041,276 204.161.944 \$	(65,942,858)
Turid balance, June 30, 2010	Ψ	Σ12,024,001	270,104,002 φ	204,101,344 φ	(03,342,030)
Reconciliation of GAAP to Budget Basis:					
Net change in fund balance, GAAP basis			\$	(110,754,777)	
Adjustments to accruals:					
Tax revenues				(644,173)	
Intergovernmental revenues				106,064	
Expenditures				2,413,554	
Experiultures			-	2,413,334	
Net change in fund balance, budget basis			\$	(108,879,332)	
J,g			¥ =	(:::,:::,::=)	

# GWINNETT COUNTY BOARD OF EDUCATION Schedule of Revenues, Expenditures, and Changes in Fund BalancesBudget and Actual (Non-GAAP Budgetary Basis) Debt Service Fund

#### For the Fiscal Year Ended June 30, 2018

		Budgeted Ar	mounts				Variance with Final Budget Positive
	_	Original		inal		Actual	(Negative)
							, ,
Revenues:	_		_				
Local sources	\$	57,391,657 \$		7,391,657	\$	62,742,243 \$	5,350,586
Federal sources Total revenues	_	1,031,100 58,422,757		1,031,100 8,422,757	_	961,501 63,703,744	(69,599) 5,280,987
Total revenues	_	30,422,737		0,422,737	_	03,703,744	5,260,967
Expenditures:							
Debt Service:							
Debt Service		161,889,002		5,299,992	_	155,060,620	239,372
Total expenditures		161,889,002	15	5,299,992		155,060,620	239,372
F (4.6							
Excess (deficiency) of revenues over (under) expenditures		(103,466,245)	(0)	c 077 225\		(04 256 976)	E E20 2E0
(under) experialitires		(103,400,243)	(9)	6,877,235)	_	(91,356,876)	5,520,359
Other financing sources:							
Transfers in		31,361,035	2	7,181,594		88,262,979	61,081,385
Total other financing sources	_	31,361,035	2	7,181,594		88,262,979	61,081,385
		_					<u> </u>
Not shange in fund halance		(72.105.210)	(6)	0 605 644)		(2.002.907)	66 601 744
Net change in fund balance		(72,105,210)	(6:	9,695,641)	_	(3,093,897)	66,601,744
Fund balance, July 1, 2017		104,891,217	10	0,332,352		100,332,352	_
Fund balance, June 30, 2018	\$	32,786,007 \$		0,636,711	\$	97,238,455 \$	66,601,744
	_	<u> </u>			_	<u> </u>	<u> </u>
Reconciliation of GAAP to Budget Basis:							
Net change in fund balance, GAAP basis					\$	(3,064,210)	
Net Change in fund Dalance, GAAP Dasis					φ	(3,004,210)	
Adjustments to accruals:							
•						(20,607)	
Tax revenues					_	(29,687)	
Net change in fund balance, budget basis					\$	(3,093,897)	
iver change in fully balance, budger basis					Ψ	(3,083,087)	

### **Internal Service Funds**

Internal service funds are used to account for services and commodities furnished by a designated department or program to other departments and programs within the School System. Amounts expended by the fund are restored to it either from operating earnings or by transfers from other funds, so that the original fund equity is kept intact.

The Board of Education has five internal service funds:

Maintenance Fund: This fund was established to provide accounting for the inventory

of the maintenance parts and supplies and for the services provided

by the Maintenance Department.

Warehouse Fund: This fund was established to provide accounting for the inventories

of textbooks and supplies and materials purchased for and issued to

local schools and programs.

Print Shop Fund: This fund was established to provide accounting for the printing

supplies and services utilized by the local schools and programs.

Transportation Fund: This fund was established to provide accounting for the inventories

of transportation parts and supplies for all vehicles in the Board of

Education fleet.

Risk Management: This fund was established to provide accounting for workers

compensation, general liability, and fleet claims made against the

Board of Education.

#### Combining Statement of Net Position Internal Service Funds As of June 30, 2018

	Maintenance Fund	Warehouse Fund
Assets		
Current assets:		
Cash and cash equivalents	- 9	512,586
Due from other governments	-	32
Due from other funds	-	67,014
Inventory	2,560,641	1,835,299
Total current assets	2,560,641	2,414,931
Noncurrent assets:		
Capital assets:		
Equipment	-	-
Accumulated depreciation	-	-
Total noncurrent assets	<u> </u>	<u> </u>
Total assets	2,560,641	2,414,931
Deferred Outflows of Resources		
OPEB related items	-	-
Pension related items		
Total deferred outflows of resources		<u> </u>
Liabilities		
Current liabilities:		
Cash overdrafts	-	-
Accounts and contracts payable	10,594	499,165
Due to other governments	-	-
Due to other funds	2,407,740	880,902
Claims payable	-	-
Total current liabilities	2,418,334	1,380,067
Noncurrent liabilities:		
Net OPEB liability	_	_
Net pension liability		
Total liabilities	2,418,334	1,380,067
Deferred Inflows of Resources		
OPEB related items	-	-
Pension related items		
Total deferred inflows of resources		
Net Position		
Net investment in capital assets	-	_
Unrestricted	142,307	1,034,864
Total net position	\$ 142,307	
τοιαι ποι ροσιμοπ	Ψ 142,007	1,004,004

_	Print Shop Fund	Transportation Fund	Risk Management Workers' Comp Fund	Total Governmental Activities - Internal Service Funds
\$	603,903 \$ 135	- \$	60,000 \$	1,176,489 167
	159,339	_	26,373,522	26,599,875
	12,759	2,990,592	,	7,399,291
_	776,136	2,990,592	26,433,522	35,175,822
	785,002	-	-	785,002
_	(649,307)			(649,307)
_	135,695	<del>-</del>	<del>-</del>	135,695
_	911,831	2,990,592	26,433,522	35,311,517
	20,822	-	15,615	36,437
_	141,495		160,853	302,348
_	162,317		176,468	338,785
	-	-	211,873	211,873
	18,734	38,711	468,021	1,035,225
	-	-	2,234	2,234
	-	2,300,605	-	5,589,247
_	-	-	21,199,722	21,199,722
_	18,734	2,339,316	21,881,850	28,038,301
	539,887	-	404,914	944,801
_	529,608		640,787	1,170,395
_	1,088,229	2,339,316	22,927,551	30,153,497
	44 444		20.022	71.044
	41,111	-	30,833	71,944
_	24,638	<del></del>	24,660	49,298
_	65,749		55,493	121,242
	135,695	-	-	135,695
	(215,525)	651,276	3,626,946	5,239,868
\$	(79,830) \$	651,276 \$	3,626,946 \$	5,375,563
_ =	<u>, , , , , , , , , , , , , , , , , , , </u>			

#### Combining Statement of Revenues, Expenses, and Changes in Fund Net Position Internal Service Funds

#### For the Fiscal Year Ended June 30, 2018

		Maintenance Fund		Warehouse Fund	
Operating revenues:					
Charges for services	\$	1,276,481	\$	9,456,676	
Total operating revenues	_	1,276,481	_	9,456,676	
Operating expenses:					
Salaries and employee benefits		-		-	
Supplies		1,279,348		9,358,084	
Purchased services		-		-	
Travel		-		-	
Claims expense		-		-	
Insurance premiums		-		-	
Other expenses		-		-	
Depreciation expense		-		-	
Total operating expenses		1,279,348		9,358,084	
Operating income (loss)	_	(2,867)		98,592	
Income (loss) before transfers		(2,867)		98,592	
Transfers in		-		, -	
Change in net position	_	(2,867)		98,592	
Total net position (restated)-July 1, 2017		145,174		936,272	
Total net position-June 30, 2018	\$	142,307	\$	1,034,864	

_	Print Shop Fund	_	Transportation Fund	<del>-</del>	Risk Management Workers' Comp Fund	-	Total Governmental Activities - Internal Service Funds
\$	1,671,181	\$_	4,734,303	\$_	7,301,094	\$	24,439,735
_	1,671,181	_	4,734,303	-	7,301,094	-	24,439,735
	611,246		-		580,315		1,191,561
	519,271		4,789,387		9,719		15,955,809
	606,085		-		252,058		858,143
	-		-		1,954		1,954
	-		-		13,691,756		13,691,756
	-		-		1,876,096		1,876,096
	-		-		2,805		2,805
_	68,073	_		_	-	_	68,073
	1,804,675		4,789,387		16,414,703		33,646,197
_	(133,494)	_	(55,084)	-	(9,113,609)	-	(9,206,462)
	(133,494)		(55,084)		(9,113,609)		(9,206,462)
	-	_	-	_	10,199,284	_	10,199,284
	(133,494)	_	(55,084)	_	1,085,675	_	992,822
_	53,664		706,360		2,541,271	_	4,382,741
\$	(79,830)	\$	651,276	\$	3,626,946	\$	5,375,563

# GWINNETT COUNTY BOARD OF EDUCATION Combining Statement of Cash Flows Internal Service Funds For the Fiscal Year Ended June 30, 2018

Cash flows from operating activities	_	Maintenance Fund		Warehouse Fund
Cash received from user charges	\$	1,276,481	\$	9,415,079
Cash payments to employees for services	Ψ	1,270,401	Ψ	5,415,075
Cash payments for insurance claims		_		_
Cash payments to suppliers for goods and services		(1,276,481)		(9,180,269)
Net cash provided by (used for) operating activities	_	-	_	234,810
Cash flows from noncapital financing activities				
Transfers in		-		-
Net cash provided by noncapital financing activities	_	-	_	
Net increase (decrease) in cash and cash equivalents		-		234,810
Cash and cash equivalentsBeginning	_	<u> </u>	_	277,776
Cash and cash equivalentsEnding	\$ _	<u>-</u>	\$_	512,586
Reconciliation of operating income (loss) to net cash provided by				
(used for) operating activities:				
Operating income (loss)	\$	(2,867)	\$	98,592
Adjustments to reconcile operating income (loss) to net cash				
provided by (used for) operating activities:				
Depreciation		-		-
Changes in assets and liabilities:  Due from other funds				(44.507)
Inventories		- 10 700		(41,597)
		10,798		(132,836)
Net OPER liability and related deferrals		-		-
Net OPEB liability and related deferrals  Accounts and other payables		- (14 141)		- 221,502
Claims payable		(14,141)		221,302
Due to other funds		- 6,210		- 89,149
Net cash provided by (used for) operating activities	\$	0,210		234,810
riot basil provided by (used for) operating activities	Ψ =		Ψ_	204,010

_	Print Shop Fund	_	Transportation Fund	-	Risk Management Workers' Comp Fund	-	Total Governmental Activities - Internal Service Funds
\$	1,695,651	\$	4,734,303	\$	1,574,586	\$	18,696,100
	(574,938)		-		(549,313)		(1,124,251)
	-		-		(10,880,306)		(10,880,306)
	(1,120,713)		(4,734,303)		(343,918)		(16,655,684)
<u> </u>	<u>-</u>	-	-	-	(10,198,951)	-	(9,964,141)
	_		_		10,199,284		10,199,284
	_	-		-	10,199,284	-	10,199,284
	-		_		333		235,143
	603,903		_		59,667		941,346
\$	603,903	\$_	<u>-</u>	\$	60,000	\$	1,176,489
\$	(133,494)	\$	(55,084)	\$	(9,113,609)	\$	(9,206,462)
	68,073		-		-		68,073
	24,470		-		(5,726,508)		(5,743,635)
	(1)		(238,681)		-		(360,720)
	24,672		-		22,275		46,947
	11,636		-		8,727		20,363
	4,644		(32,667)		(77,382)		101,956
	-		-		4,687,546		4,687,546
	_	_	326,432	_	<u>-</u>	_	421,791
\$	-	\$	-	\$	(10,198,951)	\$	(9,964,141)

## Fiduciary Funds

Fiduciary funds are used to account for assets held by the Board of Education on behalf of outside parties, including other governments.

The Board of Education has the following pension and other employee benefits trust funds.

Gwinnett Retirement System: This fund was established to provide accounting for the retirement

system plan that was designed to replace social security.

Disability Insurance Trust Fund: This fund was established to provide accounting for a short term

disability insurance plan.

# GWINNETT COUNTY BOARD OF EDUCATION Combining Statement of Fiduciary Net Position Pension and Other Employee Benefits-Fiduciary Funds As of June 30, 2018

		Gwinnett Retirement System		Disability Insurance Trust Fund		Total
Assets	_		_			
Cash and cash equivalents	\$	-	\$	1,595,123	\$	1,595,123
Due from other funds		-		537,146		537,146
Investments at fair value:						
Common stocks		364,831,101		-		364,831,101
Preferred stocks		4,670,529		-		4,670,529
Mutual and commingled funds		1,395,426,923		-		1,395,426,923
Corporate bonds		115,250,339		-		115,250,339
Money market funds		32,166,245		-		32,166,245
Private equity		29,853,019		-		29,853,019
U.S. treasury inflation protected securities		123,398,273		-		123,398,273
Securities lending short-term collateral						
investment pool		78,350,107		-		78,350,107
Receivables	_	2,889,531				2,889,531
Total assets	_	2,146,836,067	_	2,132,269	_	2,148,968,336
Liabilities						
Accounts payable		79,079,697		-		79,079,697
Total liabilities	_	79,079,697	_	-	_	79,079,697
Net Position						
Restricted for:						
Employees' pension benefits		2,067,756,370		-		2,067,756,370
Employees' disability insurance benefits		-		2,132,269		2,132,269
Total net position	\$	2,067,756,370	\$	2,132,269	\$	2,069,888,639

#### Combining Statement of Changes in Fiduciary Net Position Pension and Other Employee Benefits-Fiduciary Funds For the Fiscal Year Ended June 30, 2018

		Gwinnett Retirement System		Disability Insurance Trust Fund		Total
Additions	_		_			
Contributions:						
Employer	\$	35,524,525	\$	3,916	\$	35,528,441
Members	_	10,069,213		2,279,362		12,348,575
Total contributions	-	45,593,738	_	2,283,278	_	47,877,016
Investment income:						
From investment activities:						
Net appreciation in fair value of investments		254,560,283		-		254,560,283
Interest income and dividends		15,131,290		-		15,131,290
Other investment income		10,236		-		10,236
Less: Investment expenses		(3,646,382)		-		(3,646,382)
Net income from investing activities	_	266,055,427	_	-	_	266,055,427
From security lending activities:						
Security lending income		277,764		-		277,764
Security lending expenses		(15,277)		-		(15,277)
Net appreciation in fair value of short-term						
collateral investment pool		14,024		-		14,024
Net income from security lending activities	=	276,511	_	-		276,511
Net investment income	_	266,331,938	_			266,331,938
Total additions	_	311,925,676	_	2,283,278		314,208,954
Deductions						
Benefits paid to participants		78,781,560		2,014,828		80,796,388
Other expenses		1,543,927		168,237		1,712,164
Total deductions	_	80,325,487		2,183,065		82,508,552
Change in net position restricted for:	' <u>-</u>		_			_
Employees' pension benefits		231,600,189		-		231,600,189
Employees' disability insurance benefits		-		100,213		100,213
Net position-July 1, 2017		1,836,156,181		2,032,056	_	1,838,188,237
Net position-June 30, 2018	\$	2,067,756,370	\$	2,132,269	\$	2,069,888,639

#### Local School Activity Fund Statement of Changes in Assets and Liabilities For the Fiscal Year Ended June 30, 2018

	-	Balance lly 1, 2017	A	Additions	I	Deletions	Balance ne 30, 2018
Assets			_				
Investments	\$	4,601,193	\$	11,090,705	\$	10,922,863	\$ 4,769,035
Total assets	\$	4,601,193	\$	11,090,705	\$	10,922,863	\$ 4,769,035
Liabilities							
Accounts payable	\$	4,601,193	\$	11,090,705	\$	10,922,863	\$ 4,769,035
Total liabilities	\$	4,601,193	\$	11,090,705	\$	10,922,863	\$ 4,769,035

## **Statistical Section**

(unaudited)

The statistical section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Board's overall financial position.

Contents:

Financial Trends These schedules contain trend information to help the reader

understand how the Board's financial position has changed over

time.

Revenue Capacity These schedules contain information to help the reader assess the

Board's major revenue sources.

Debt Capacity These schedules present information to help the reader assess the

affordability of the Board's current levels of outstanding debt and

the Board's ability to issue additional debt in the future.

Demographic and Economic Information These schedules offer demographic and economic indicators to

help the reader understand the environment within which the

Board's financial activities take place.

Operating Information These schedules contain staffing, key operating statistics

comparisons and capital asset data to help the reader understand how the information in the Board's financial report relates to the

services the Board provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports and budget documents for the relevant fiscal year.

## Financial Trend Schedule 1 GWINNETT COUNTY BOARD OF EDUCATION Net Position by Component,

#### Last Ten Fiscal Years

(accrual basis of accounting)

		Fiscal Year	
	2009	<u>2010</u>	<u>2011</u>
Governmental activities			
Net investment in capital assets	\$ 747,776,927	\$ 953,026,920	\$ 1,198,440,344
Restricted	603,288,805	395,918,436	171,589,733
Unrestricted	 145,847,823	 158,880,201	 178,704,571
Total governmental activities net position	\$ 1,496,913,555	\$ 1,507,825,557	\$ 1,548,734,648
Business-type activities  Net investment in capital assets Restricted Unrestricted Total business-type activities net position	\$ 9,964,682 - 19,022,561 28,987,243	\$ 12,391,514 - 14,509,596 26,901,110	\$ 11,553,816 - - 7,420,803 18,974,619
Primary government  Net investment in capital assets  Restricted  Unrestricted	\$ 757,741,609 603,288,805 164,870,384	\$ 965,418,434 395,918,436 173,389,797	\$ 1,209,994,160 171,589,733 186,125,374
Total primary government activities net position	\$ 1,525,900,798	\$ 1,534,726,667	\$ 1,567,709,267

	2012		<u>2013</u>		<u>2014</u>		<u>2015</u>		<u>2016</u>		<u>2017</u>		2018
\$	1,021,334,861 371,745,196 135,727,316	\$	1,155,947,901 210,807,433 125,221,099	\$	1,209,312,012 130,962,507 124,231,304	\$	1,269,513,630 64,796,629 (850,375,100)	\$	1,240,361,862 122,461,795 (804,343,061)	\$	1,323,612,456 102,502,724 (881,384,529)	\$	1,253,359,720 187,298,696 (2,218,735,778)
\$	1,528,807,373	\$	1,491,976,433	\$	1,464,505,823	\$	483,935,159	\$	558,480,596	\$	544,730,651	\$	(778,077,362)
\$	10,300,012	\$	9,077,409	\$	8,070,199	\$	8,308,641	\$	7,699,555	\$	6,939,914	\$	6,442,295
	- 7,670,215		- 9,892,310		- 9,742,262		- 1,755,612		- 4,715,739		- 6,741,488		- (57,461,919)
\$	17,970,227	\$	18,969,719	\$	17,812,461	\$	10,064,253	\$	12,415,294	\$	13,681,402	\$	(51,019,624)
\$	1,031,634,873	\$	1,165,025,310	\$	1,217,382,211	\$	1,277,822,271	\$	1,248,061,417	\$	1,330,552,370	\$	1,259,802,015
	371,745,196		210,807,433		130,962,507		64,796,629		122,461,795		102,502,724		187,298,696
Φ	143,397,531 1,546,777,600	\$	135,113,409 1,510,946,152	\$	133,973,566 1,482,318,284	\$	(848,619,488) 493,999,412	\$	(799,627,322) 570,895,890	\$	(874,643,041) 558,412,053	\$	(2,276,197,697) (829,096,986)
φ	1,040,111,000	Ψ	1,010,940,102	φ	1,402,310,204	φ	430,333,412	φ	310,093,090	φ	550,412,055	φ	(023,030,300)

# Financial Trend Schedule 2 GWINNETT COUNTY BOARD OF EDUCATION Changes in Net Position, Last Ten Flecal Years (accrual basis of accounting)

					Fiscal Year	ar				
Expenses	2009	<u>2010</u>	2011	2012	2013	2014	2015	2016	2017	2018
Governmental activities										
Instruction	\$ 1,062,901,896	\$ 1,052,356,189	\$ 1,044,285,388	\$ 1,010,660,993	\$ 1,020,669,878	\$ 1,062,828,161	\$ 1,076,246,147	\$ 1,143,745,730		\$ 1,348,139,190
Publicational automat	31,040,714	32,130,331	33,602,040	36,7 10,044	37,471,909	34,510,240	35 676 900	49,090,109	33,022,347	37,340,013
Electronical adoption	90,14,467,00	402,210,10	01,030,004	40,600,000	17,11,147	40 674 900	30,070,033	40,000,040	45,556,65	100, 707, 707
General administration	4 267 636	9.254 414	11 393 705	8 743 375	6 161 885	5,850,018	5 356 392	6 555 315	7 554 221	8 646 567
School administration	94 307 834	96 262 004	98 932 388	97.296.371	103 513 642	107 809 577	109 236 280	121 296 633	139 428 972	143 940 679
Business administration	15 054 683	15 222,003	17 7 19 725	18 458 577	13 530 059	16,859,777	16 356 744	10.812.731	12.288.308	12,656,015
Maintenance and operations	82 700 682	85 433 432	88 222 936	88 133 534	90,352,933	97 620 792	99 139 963	111 213 739	119 607 963	124 750 264
Pinil francoortation	84 625 268	80.613.479	84 959 484	87 005 173	80 120 555	03 117 652	96 604 700	102 930 214	108 026 989	115 204 820
Support services-central	37.672,359	38.779.640	42,405,004	47,469,609	37.980.557	44.685.480	46.176.166	52,135,342	60,002,371	63.100,149
Other support services	7,848,436	9,671,744	9,637,149	6,291,532	6,154,843	5,183,665	4,675,652	7,128,386	4,299,776	4,567,267
School nutrition program			066,79							
Interest and issuance costs	62,236,751	59,063,155	45,850,899	50,395,756	50,170,741	43,241,984	46,231,295	46,767,438	42,327,919	39,381,050
lotal governmental activities expenses	1,557,046,525	008,800,000,1	1,529,444,004	1,500,480,521	+cc,1 co,cuc,1	1,309,600,700	021,858,086,1	1,7 13,459,032	1,663,004,107	1,967,007,000
Business-type activities										
Food services	81,109,461	80,987,144	89,065,768	84,533,938	84,381,065	86,884,729	89,457,805	89,505,686	92,399,216	96,540,593
Total business-type activities expenses Total primary government expenses	81,109,461 \$ 1,618,757,984	80,987,144 \$ 1,611,877,052	89,065,768 \$ 1,618,510,372	84,533,938 \$ 1,591,024,459	84,381,065 1,590,012,619	86,884,729 \$ 1,656,573,515	89,457,805 \$ 1,686,396,925	89,505,686 \$ 1,802,964,718	92,399,216 1,975,403,383	96,540,593 2,084,108,399
Program Revenues										
Governmental activities										
Charges for services:										
Instruction	\$ 2,318,052		\$ 2,125,137		\$ 8,621,512	\$ 9,295,826	\$ 8,967,628	\$ 8,292,935	\$ 7,907,718	\$ 8,417,372
Instructional support	106,483	173,962	238,943	450,173	0	•	i		•	
Pupil transportation			1,830							
Other support services	•		588,943	619,511						
Operating grants and contributions:	907 004 403	E7E 646 990	909 909	574 004 040	E40 E0E 047	200 007 445	246 070 405	740 404 505	754 545 577	704 045 500
Dimil conject	924, 192, 108	07.0,010,039	40.393,900	14,000,042	40,000,047	030,007,113	040,979,123	10,454,030	0.045,377	7 440 644
rupii sei vices Instructional support	13 425 098	15.381.620	15,779,553	15,789,484	13 987 586	11 367 103	11 926 838	4,060,623	12 478 202	12.280.796
Educational media services	14.728.219	16.143.339	16.946.867	14.638.199	22.052.013	20.838.966	21.607.929	21.925.008	22,161,225	23.152.914
General administration	747.761	5.476.476	7.055.210	5.140.833	25.710.199	4.663.790	22.002.280	23.709.950	25.123.131	30.068.797
School administration	3,296,400	704,500	500,911	413,155	41,856,257	34,101,282	34,991,698	35,955,562	36,378,229	37,951,559
Business administration	450,063	382,343	357,962	267,786	770,887	2,020,475	130,977	131,002	107,338	119,305
Maintenance and operations	37,909,428	39,392,785	40,181,518	39,668,623	54,904,117	74,736,519	54,351,768	55,009,268	55,654,998	56,263,198
Pupil transportation	6,599,854	6,772,608	6,409,114	8,439,106	10,871,472	31,466,667	7,176,338	7,029,142	6,979,597	6,915,007
Support services-central	. !	40,174	0'9'6	7,542,933	1,616,573	23,483,280	2,287,302	815,367	290,006	838,350
Other support services	3,659,592	4,136,892	4,259,818	4,200,693	4,429,606	3,374,817	3,029,343	3,512,932	259,076	24,453
School putrition program			67 990		001,150,1	949, 120	0+0,000	104,906		
Capital grants and contributions:			000							
A	56,745,233	6,146,798	45,542,246	6,682,604	3,649,491	897,627	5,941,143	13,178,274	23,875,940	2,467,121
Total governmental activities program revenues	672,943,937	683,014,307	751,054,694	688,463,959	743,373,586	761,963,079	829,725,342	900,393,128	951,556,209	980,732,975
Business-type activities										
Charges for services:	30 886 346	97 562 338	25 550 333	24 575 754	22 634 405	22 858 758	22 874 660	78 978 487	24 670 613	02 883 030
Operating grants and contributions:	040,000,040	200,200, 12	20,000,000	01,010,15	22,021,100	25,000,100	000;+10;07	74,070,107	21,0,0,0,15	20,000,529
Food services	43,644,631	48,711,050	53,091,306	56,539,916	62,745,079	62,866,528	65,799,229	67,468,883	68,689,355	68,286,402
Capital grants and contributions:										
Food services										
Total business-type activities program revenues Total brimary covernment program revenues	72,530,977	76,273,388	78,641,639	81,115,667	85,376,184	85,725,286	89,673,889	91,847,070	93,359,968	92,149,641
						200				000000000000000000000000000000000000000
Net (Expense)/Revenue			(0,000,000,000,000,000,000,000,000,000,			, FOC 101		040 000	(010 441	
Governmental activities Rusiness-tune activities	\$ (864,704,586)	\$ (847,875,601)	(778,389,910)		\$ (762,257,968) 995,119	(807,725,707)	\$ (767,213,778)			\$ (1,006,834,831) (4,390,952)
Dusiness-type activities  Total primary government net expense	(873,283,070)	(4,713,730)	(788,814,039)	\$ (821,444,833)	(761,262,849)	(808,885,150)	\$ (766,997,694)	\$ (810,724,520)	(930,487,206)	(1,011,225,783)

Financial Trend Schedule 2
GWINNETT COUNTY BOARD OF EDUCATION
Changes in Net Position,
Last Ton Fiscal Years
(accrual basis of accounting)

								Fiscal Year							
	2009		2010		2011	2012		2013	2014	14	2015	2016	2017		2018
General revenues and other changes in net position										Ì				,	
Property taxes levied for general purposes	\$ 708,974,309	69	740,115,136	69	720,977,072	\$ 665,419,990	\$ 06	\$ 068,666,651	472.	472,342,202 \$	517,366,234 \$	537,014,298	\$ 579,373,768	\$ 62	324,370,376
Property taxes levied for debt services	38,498,071		40,424,293		38,772,139	36,021,733	33	30,052,352	46	46,571,662	50,998,477	53,105,314	57,574,503	9	62,070,672
Property taxes levied for 5-mill buy in	(140,379,743)		(152,695,121	_	(153,447,361)	(147,960,534)	34)	0		0					
Sales tax	145,958,092		124,160,214		125,870,235	125,794,590	06	137,813,977	135	135,974,454	142,412,662	145,564,983	146,981,144	15	154,270,615
Other taxes	16,454,155		10,888,788		6,818,801	7,137,420	50	0		0					
Federal and state aid not restricted to specific programs	46,100,505		67,677,229		65,991,936	79,765,631	7.	43,223,047	65	65,656,094	69,078,801	88,818,100	69,393,703	80	82,790,008
Unrestricted interest and investment earnings	25,253,836		15,260,125		4,902,984	1,070,737	37	1,036,914		630,083	649,783	2,199,118	3,670,855		8,850,672
Local school activity	32,175,956		22,157,285		22,646,466	22,952,318	8	23,760,388	24	24,133,229	25,198,359	26,321,561	26,650,396	2	26,793,844
Miscellaneous	22,472,387		24,524,953		26,255,331	29,097,116	9	35,313,497	8	34,947,373	35,325,769	34,587,967	34,307,795	e	36,207,261
Gain on sale of assets															
Transfers in (out)			•										(254,151)		(277,662)
Total governmental activities	895,507,568	 	892,512,902		858,787,603	819,299,001		731,200,065	780	780,255,097	841,030,085	887,611,341	917,698,013	66	995,075,786
Business-type activities:															
Interest and investment earnings	926,706		237,368		259,372	23,610	0	4,373		2,185	5,941	9,657	51,205		163,058
Transfers in (out)													254,151		277,662
Total business-type activities	926,706		237,368		259,372	23,610	0	4,373		2,185	5,941	6,657	305,356		440,720
Total primary government	\$ 896,464,274	<del>∽</del>	892,750,270	မှာ	859,046,975	\$ 819,322,61	φ.	731,204,438	780,	780,257,282 \$	841,036,026 \$	887,620,998	\$ 918,003,369	\$	995,516,506
Change in net position															
Governmental activities	\$ 30,802,982	€9	44,637,301	\$	80,397,693	\$ 1,272,439	s	(31,057,903)	(27	(27,470,610) \$	73,816,307 \$	74,545,437	\$ (13,749,945)	\$	(11,759,045)
Business-type activities	(7,621,778)	(1	(4,476,388	(	(10,164,757)	(3,394,661)	31)	999,492	(1,	(1,157,258)	222,025	2,351,041	1,266,108	)	(3,950,232)
Total primary government	\$ 23,181,204	₩.	40,160,913	s	70,232,936	\$ (2,122,222)	\$ (2)	(30,058,411)	(28)	(28,627,868) \$	74,038,332	76,896,478	\$ (12,483,837)	\$ (1	(15,709,277)
									Ì						

### Financial Trend Schedule 3 GWINNETT COUNTY BOARD OF EDUCATION

### Fund Balances, Governmental Funds,

### Last Ten Fiscal Years (modified accrual basis of accounting)

Fiscal	l Year

	2009		<u>2010</u>	<u>2011</u>
General fund(a)				
Nonspendable	\$ -	\$	-	\$ -
Restricted	-		-	-
Committed	-		-	-
Assigned	-		-	77,269,485
Unassigned	-		-	99,999,353
Reserved	9,061,703		8,698,497	-
Unreserved	 145,043,607		140,266,858	 
Total general fund	\$ 154,105,310	\$	148,965,355	\$ 177,268,838
All other governmental funds (b)				
Nonspendable	\$ -	\$	-	\$ -
Restricted	-		-	300,546,570
Committed	-		-	14,961,726
Assigned	-		-	-
Unassigned	-		-	-
Reserved (a)	603,288,805		395,918,436	-
Unreserved, reported in:				
Capital project funds	-			-
Special revenue funds	 14,505,771		19,656,443	 <u>-</u>
Total all other governmental funds	\$ 617,794,576	\$	415,574,879	\$ 315,508,296
		_		

#### Notes:

- (a) In March 2008 \$500 million in general obligation bonds were issued to provide cash flow for the capital improvement program.
- (b) Governmental fund balances are classified as Nonspendable, Restricted, Committed, Assigned and Unassigned in accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, effective for financial statement periods beginning after June 15, 2010.

\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
105,389,196       105,186,281       103,270,067       126,071,833       146,775,172       172,317,984       212,595,115         - <th>\$ -</th> <th>\$ -</th> <th>\$ -</th> <th>\$ -</th> <th>\$ -</th> <th>\$ -</th> <th>\$ -</th>	\$ -						
105,389,196       105,186,281       103,270,067       126,071,833       146,775,172       172,317,984       212,595,115         - <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td>	-	-	-	-	-	-	-
105,389,196       105,186,281       103,270,067       126,071,833       146,775,172       172,317,984       212,595,115         - <td>- 30 120 144</td> <td>- 39 404 946</td> <td>- 34 125 199</td> <td>- 49 499 210</td> <td>- 70 405 045</td> <td>- 01 9/1 339</td> <td>100 028 704</td>	- 30 120 144	- 39 404 946	- 34 125 199	- 49 499 210	- 70 405 045	- 01 9/1 339	100 028 704
\$ 135,509,340 \$ 143,681,127 \$ 137,395,255 \$ 174,560,043 \$ 217,180,217 \$ 264,159,322 \$ 322,523,819 \$ \$ . \$ . \$ . \$ . \$ . \$ . \$							
\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -	-	-	-	-	-	-	212,030,110
\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -	_	_	_	_	-	_	_
15,810,224 16,250,133 16,283,995 16,586,949 15,650,444 16,456,954 16,706,392	\$ 135,509,340	\$ 143,681,127	\$ 137,395,255	\$ 174,560,043	\$ 217,180,217	\$ 264,159,322	\$ 322,523,819
15,810,224 16,250,133 16,283,995 16,586,949 15,650,444 16,456,954 16,706,392							
15,810,224 16,250,133 16,283,995 16,586,949 15,650,444 16,456,954 16,706,392	\$ -	\$ _	\$ -	\$ -	\$ _	\$ -	\$ _
(4,491,513)	452,710,962	273,849,276	327,207,815	169,937,460	473,447,682	423,170,804	309,371,408
	15,810,224	16,250,133	16,283,995	16,586,949	15,650,444	16,456,954	16,706,392
	-	-	-	-	-	-	-
\$ 468.521.186 \$ 290.099.409 \$ 343.491.810 \$ 182.032.896 \$ 489.098.126 \$ 439.627.758 \$ 326.077.800	-	-	-	(4,491,513)	-	-	-
\$ 468.521.186 \$ 290.099.409 \$ 343.491.810 \$ 182.032.896 \$ 489.098.126 \$ 439.627.758 \$ 326.077.800	-	-	-	-	-	-	-
\$ 468.521.186 \$ 290.099.409 \$ 343.491.810 \$ 182.032.896 \$ 489.098.126 \$ 439.627.758 \$ 326.077.800							
\$ 468.521.186 \$ 290.099.409 \$ 343.491.810 \$ 182.032.896 \$ 489.098.126 \$ 439.627.758 \$ 326.077.800	-	-	_	_	_	_	-
	\$ 468,521,186	\$ 290,099,409	\$ 343,491,810	\$ 182,032,896	\$ 489,098,126	\$ 439,627,758	\$ 326,077,800

## Financial Trend Schedule 4 GWINNETT COUNTY BOARD OF EDUCATION Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years

(modified accrual basis of accounting)

			Fiscal Year		
	2009		<u>2010</u>	<u>2011</u>	2012
Revenues					
Taxes	\$ 750,520,033	\$	727,448,997	\$ 683,837,873	\$ 667,874,030
Intergovernmental	736,867,812		744,860,483	828,417,555	759,991,312
Investment earnings Other	15,262,037 61,322,468		4,902,984 59,866,358	1,070,736 61,589,625	763,072 60,352,608
Total revenues	 1,563,972,350	_	1,537,078,822	1,574,915,789	1,488,981,022
Expenditures					
Instruction	1,019,833,450		944,255,632	918,464,981	910,375,975
Pupil services	31,908,939		32,170,796	33,594,980	35,162,862
Instructional support	33,646,753		31,135,012	31,299,247	34,884,566
Educational media services	20,037,505		20,188,132	19,910,928	19,383,045
General administration	4,223,936		9,191,483	11,296,146	8,642,336
School administration	94,319,228		96,268,916	98,371,203	96,790,649
Business administration	13,561,430		13,399,067	14,816,850	15,766,357
Maintenance and operations	82,023,178		84,318,326	87,190,891	87,775,995
Pupil transportation	79,008,430		75,322,725	78,609,287	81,347,194
Support services-central	35,019,833		35,319,907	38,550,364	44,139,790
Other support services	7,851,365		9,673,890	9,574,902	5,996,177
School nutrition program	-		-	67,990	-
Community services	-		-	-	-
Non-Instructional	-		-	-	-
Capital outlay	282,298,185		208,783,903	121,073,379	95,716,912
Debt service					
Principal	31,265,017		128,646,682	141,225,000	155,620,000
Interest	59,770,802		68,013,185	61,911,629	55,874,064
Bond issuance costs	 -		1,730,017	261,112	 1,725,996
Total expenditures	 1,794,768,051		1,758,417,673	 1,666,218,889	 1,649,201,918
Excess (deficiency) of revenues					
over (under) expenditures	(230,795,701)		(221,338,851)	(91,303,100)	(160,220,896)
Other financing sources (uses)					
Proceeds from capital lease	-		-	-	-
Proceeds from sale of asset	-		-	-	-
Proceeds from bond refunding	-		-	-	-
Premium received on refunding bonds	-		-	-	-
Proceeds from bond financing	-		274,065,000	19,640,000	277,705,000
Premium from bond financing	-		36,320,725	-	34,648,038
Proceeds from COPS refunding	-		-	-	-
Premium from COPS refunding	-		-	-	-
Payments to refunding escrow agents	-		(289,906,865)	-	(35,619,787)
Proceeds from certificates of participation	-		-	-	-
Premium from certificates of participation	-		-	-	-
Transfers in	42,085,770		67,396,961	39,081,181	25,302,546
Transfers out	 (42,085,770)		(73,896,622)	(39,181,181)	 (30,411,102)
Total other financing sources			13,979,199	 19,540,000	271,624,695
Net change in fund balances	\$ (230,795,701)	\$	(207,359,652)	\$ (71,763,100)	\$ 111,403,799
Debt service as a percentage					
of noncapital expenditures	4.11%		5.82%	6.40%	14.68%

	<u>2013</u>		<u>2014</u>	<u>2015</u>		<u>2016</u>		<u>2017</u>	<u>2018</u>
\$	636,839,872 786,596,633 1,036,914 59,073,885 1,483,547,304	\$	656,218,049 827,619,173 630,083 59,080,602 1,543,547,907	\$ 710,807,681 901,022,733 649,783 60,524,128 1,673,004,325	\$	736,338,357 991,736,271 2,199,118 60,909,528 1,791,183,274	\$	783,853,941 1,020,359,151 3,670,855 60,958,191 1,868,842,138	\$ 838,924,605 1,062,932,222 8,850,672 63,001,105 1,973,708,604
	1,400,041,004		1,040,041,001	 1,070,004,020		1,731,100,274		1,000,042,100	 1,373,700,004
	074 440 004		040 000 000	000 770 440		4 000 070 454		4.050.550.007	4 440 000 000
	874,146,094		912,893,962	962,779,140		1,023,376,451		1,050,550,937	1,118,666,030 54,430,912
	37,297,068		39,117,274	43,905,834		48,018,107		51,864,266	
	32,171,013		34,144,523	36,098,923		39,710,553		40,774,800	40,898,22
	17,489,799		18,184,585	18,589,637		19,400,945		20,187,703	21,823,63
	6,082,462		5,772,307	5,394,699		6,168,711		6,806,205	7,855,71
	103,030,491		107,263,990	113,168,228		121,215,745		126,653,420	135,021,19
	10,625,856		10,118,978	9,052,390		10,189,598		10,385,645	11,148,04
	89,130,744		96,366,682	99,000,738		104,607,887		109,634,158	114,043,846
	83,507,953		87,565,551	91,602,840		96,788,382		100,267,413	106,023,86
	34,478,075		38,581,040	40,090,491		49,054,319		54,352,427	57,380,538
	6,126,117		5,157,433	4,805,538		7,117,115		3,868,579	4,271,68
	-		_	-		-		-	-
	-		-	-		-		-	-
	-		-	-		-		-	-
	177,489,392		236,600,451	234,811,006		146,908,686		124,010,500	193,392,812
	118,170,000		70,205,754	83,935,000		60,325,000		104,125,000	100,285,000
	58,356,943		62,620,615	55,572,780		50,538,066		61,110,172	54,775,620
	-		1,384,375	 1,615,171		1,811,922		576,074	 -
	1,648,102,007	_	1,725,977,520	 1,800,422,415	_	1,785,231,487	_	1,865,167,299	 2,020,017,119
	(164,554,703)		(182,429,613)	(127,418,090)		5,951,787		3,674,839	(46,308,515
	-		-	-		-		-	-
	-		-	6,622,869		11,443		-	1,600,00
	-		-	-		-		-	-
	-		-	-		-		-	-
	-		211,380,000	252,440,000		305,000,000		97,335,000	-
	-		24,786,976	32,598,129		46,663,872		(96,758,926)	-
	-		-	-		-		-	-
	-		-	-		-		-	-
	-		_	(283,422,958)		_		-	-
	_		-	-		-		-	-
	_		_	-		_		_	-
	66,995,516		91,355,654	72,248,088		123,411,930		92,963,088	95,718,05
	(72,841,210)		(97,986,488)	(77,362,164)		(131,353,628)		(99,705,264)	(106,194,99
_	(5,845,694)		229,536,142	3,123,964		343,733,617	_	(6,166,102)	(8,876,94
\$	(170,400,397)	\$	47,106,529	\$ (124,294,126)	\$	349,685,404	\$	(2,491,263)	\$ (55,185,46

## Revenue Capacity Schedule 5 GWINNETT COUNTY BOARD OF EDUCATION

## Net Assessed Value and Estimated Actual Value of Taxable Property Last Ten Digest Years

(in thousands)

	Fiscal										
	Year						Heavy				
Digest	Ended		Real		Personal		Duty				Public
Year	June 30,		Property		Property	Eq	uipment	Ti	mber		Utilities
2008	2009	\$	25,946,948	\$	2,456,556	\$		\$		\$	431,327
		Ψ	, ,	Ψ		Ψ	4.047	Ψ	-	Ψ	
2009	2010		25,063,518		2,456,718		1,347		74		441,763
2010	2011		22,450,509		2,272,602		244		-		447,243
2011	2012		20,031,606		2,574,466		241		65		401,325
2012	2013		18,537,339		2,660,961		1,113		29		421,946
2013	2014		17,786,562		2,732,103		1,263		50		435,891
2014	2015		19,971,720		2,816,379		1,110		13		446,102
2015	2016		20,894,407		2,855,548		1,058		49		446,116
2016	2017		23,063,215		2,904,207		4,065		-		444,691
2017	2018		25,120,517		3,071,315		2,245		1,353		468,509

Note: Assessment ratio of total value to total estimated actual value, set by state law, is 40%.

Source: Gwinnett County Government

Motor	Mobile	Total Taxable Assessed	Estimated Actual Taxable	Mill Levy General Fund	Taxable Assessed Value as a Percentage of
 Vehicles	 Homes	 Value	 Value	and Bond	Estimated Actual Value
\$ 2,175,824	\$ 18,031	\$ 31,028,687	\$ 77,571,717	20.55	40%
2,217,468	17,901	30,198,788	75,496,971	20.55	40%
1,924,598	17,087	27,112,283	67,780,708	20.55	40%
1,991,583	14,263	25,013,549	62,533,873	20.55	40%
2,002,179	13,951	23,637,518	59,093,795	20.55	40%
2,176,878	13,655	23,146,402	57,866,005	21.85	40%
1,900,097	13,658	25,149,079	62,872,698	21.85	40%
1,313,788	13,699	25,524,665	63,811,663	21.85	40%
949,552	8,291	27,374,021	68,435,053	21.85	40%
679,279	8,640	29,351,858	73,379,645	21.85	40%

# Revenue Capacity Schedule 6 GWINNETT COUNTY BOARD OF EDUCATION Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

(rate per \$1,000 of assessed value)

	Schoo	ol District Rates		Overlapping	Rates
Fiscal Year	Maintenance and Operations *	Debt Service	Total	Gwinnett County	State of Georgia
2009	19.25	1.30	20.55	10.97	0.25
2010	19.25	1.30	20.55	13.25	0.25
2011	19.25	1.30	20.55	13.25	0.25
2012	19.25	1.30	20.55	13.02	0.25
2013	19.25	1.30	20.55	13.02	0.20
2014	19.80	2.05	21.85	13.75	0.15
2015	19.80	2.05	21.85	13.58	0.05
2016	19.80	2.05	21.85	13.18	-
2017	19.80	2.05	21.85	13.18	-
2018	19.80	2.05	21.85	13.50	-

<sup>\*</sup> NOTE: The maintenance and operations tax for schools has a cap of 20.00 mils.

Source: Gwinnett County Budget Division - Tax Levy Resolution

## Revenue Capacity Schedule 7 GWINNETT COUNTY BOARD OF EDUCATION

### Principal Property Tax Payers Current Year and Nine Years Ago

	20	18		 20	009	
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Georgia Power	\$ 143,684,400	1	0.49 %	\$ 98,160,880	4	0.36 %
AT&T	120,641,930	2	0.41 %	150,587,400	1	0.56 %
Mall of Georgia LLC	115,312,890	3	0.40 %	89,766,456	5	0.33 %
Wal-Mart	80,725,614	4	0.28 %	108,640,940	3	0.40 %
Jackson EMC	74,849,640	5	0.26 %	63,345,660	9	0.23 %
Publix	61,910,370	6	0.21 %	115,337,890	2	0.43 %
AmerisourceBergen Drug Corp.	61,561,540	7	0.21 %	-	-	-
Cisco, formerly Scientific Atlanta Inc.	61,492,680	8	0.21 %	68,611,000	6	0.25 %
Atlanta Gas Light	48,204,480	9	0.17 %	-	-	-
McKesson Corp.	48,007,930	10	0.16 %	-	-	- %
CRLP Holdings				65,014,440	7	0.24
Duke Realty LTD				64,984,480	8	0.24 %
DDRTC Holdings				 57,400,160	10	0.21 %
	\$ 816,391,474		2.80 %	\$ 557,239,841		3.25 %
Total						

Source: Gwinnett County CAFR, fiscal year ended 12/31/2017.

## Revenue Capacity Schedule 8 GWINNETT COUNTY BOARD OF EDUCATION Property Tax Levies and Collections Last Ten Digest Years

### Collected within the Fiscal Year of the Levy

**Total Collections to Date Taxes Levied** Collections in for the Fiscal Subsequent Percentage Percentage Fiscal Year Year Amount of Levy Years Amount of Levy 2009 \$ 638,424,459 625,290,643 97.94% 13,132,547 638,423,190 100.00% 2010 621,370,608 604,917,789 97.35% 621,364,335 100.00% 16,446,546 2011 557,937,443 546,765,535 98.00% 557,822,531 99.98% 11,056,996 2012 514,796,259 506,878,451 98.46% 7,740,365 514,618,816 99.97% 2013 486,499,980 482,469,973 99.17% 3,807,612 486,277,585 99.95% 2014 506,903,957 503,354,053 99.30% 3,193,306 506,547,359 99.93% 2015 550,634,007 547,195,795 99.38% 2,942,697 550,138,492 99.91% 2016 558,810,120 555,871,873 99.47% 2,178,075 558,049,948 99.86% 2017 599,195,659 595,611,187 99.40% 2,630,749 598,241,936 99.84% 2018 642,401,914 637,690,144 637,690,144 99.27% 99.27%

Source: Gwinnett County Tax Assessor's Office and District records

# Revenue Capacity Schedule 9 GWINNETT COUNTY BOARD OF EDUCATION Ratios of Outstanding Debt by Type Last Ten Fiscal Years

### **Governmental Activities**

Fiscal Year	Gei	neral Obligation Bonds	Certificates of Participation	Capital Leases
2009	\$	1,030,355,000	264,490,000	39,507,436
2010	\$	922,125,000	254,545,000	39,135,754
2011	\$	812,265,000	242,820,000	39,135,754
2012	\$	912,695,000	230,520,000	39,135,754
2013	\$	807,440,000	217,605,000	39,135,754
2014	\$	1,001,340,000	204,015,000	00,100,104
				-
2015	\$	1,019,376,723	200,591,965	-
2016	\$	1,313,326,366	183,852,211	-
2017	\$	1,211,060,221	166,469,404	-
2018	\$	1,110,872,799	148,420,522	-

### Notes:

- (a) Details regarding the Board's outstanding debt can be found in the notes to the financial statements.
- (b) See schedule 12 for personal income and population data.

Total Primary Government (a)	Percentage of Estimated Actual Taxable Value	Percentage of Personal Income (b)	Per Capita (b)
\$ 1,334,352,436	1.72%	5.07%	1,709
\$ 1,215,805,754	1.61%	4.79%	1,527
\$ 1,094,220,754	1.61%	4.29%	1,354
\$ 1,182,350,754	1.89%	4.27%	1,434
\$ 1,064,180,754	1.80%	3.74%	1,268
\$ 1,205,355,000	2.08%	4.08%	1,408
\$ 1,219,968,688	1.94%	3.91%	1,394
\$ 1,497,178,577	2.35%	4.50%	1,677
\$ 1,377,529,625	2.01%	3.93%	1,519
\$ 1,259,293,321	1.84%	not available	1,368

### Revenue Capacity Schedule 10 GWINNETT COUNTY BOARD OF EDUCATION Direct and Overlapping Governmental Activities Debt As of June 30, 2018

	Estimated Outstanding General Obligation Debt	Percentage Applicable to Gwinnett County Board of Education	Amount Applicable to Gwinnett County Board of Education
<u>Direct Debt</u>			
Gwinnett County Board of Education	\$ 1,029,820,000	100 %	\$ 1,029,820,000
Overlapping Debt			
Gwinnett County General Obligation Bonds	8,110,000	100 %	8,110,000
Gwinnett County Capital Lease Obligations	78,175,000	100 %	78,175,000
City of Snellville	2,508,000	100 %	2,508,000
City of Suwanee	17,310,000	100 %	17,310,000
Total Overlapping Debt	106,103,000		106,103,000
Total Direct and Overlapping Debt	\$ 1,135,923,000		\$ 1,135,923,000

**Source**: Gwinnett County CAFR, fiscal year ended 12/31/2017 City of Suwanee Financial Services Department June 30, 2016 City of Berkeley Lake Financial Report

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District.

This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the geographic area. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

### Debt Capacity Schedule 11 GWINNETT COUNTY BOARD OF EDUCATION Ratios of Net General Bonded Debt Outstanding and Legal Debt Margin, Last Ten Fiscal Years

	2009	2010	2011	2012
General bonded debt outstanding				
General obligation debt	\$ 1,030,355,000 \$	922,125,000 \$	812,265,000 \$	912,695,000
Percentage of taxable assessed value (a)	3.32%	3.05%	3.00%	3.65%
Per capita (b)	1,294	1,141	984	1,086
Less: Amounts set aside to repay general debt	(84,682,702)	(100,258,281)	(101,305,861)	(90,570,447)
Total net debt applicable to debt limit	945,672,298	821,866,719	710,959,139	822,124,553
Legal debt limit (c)	3,102,868,700	3,019,878,800	2,711,228,300	2,501,354,900
Legal debt margin (d)	\$ 2,157,196,402 \$	2,198,012,081 \$	2,000,269,161 \$	1,679,230,347
Legal debt margin as a percentage of the debt limit	69.52%	72.78%	73.78%	67.13%

NOTE: Details regarding outstanding debt can be found in the notes to the financial statements.

(a) Property value data on Schedule 5: Taxable Assessed and Estimated Full Value of Property is the value for the M&O digest, while the assessed

<sup>(</sup>b) Population data can be found in Schedule 12: Demographic and Economic Statistics.

<sup>(</sup>c) Georgia Statute Article IX, Section V, Paragraph I states any district shall never exceed 10% of the assessed value of all taxable property.

<sup>(</sup>d) The legal debt margin is the Gwinnett County Board of Education's available borrowing authority calculated by subtracting the net debt applicable to the legal debt from the debt limit.

	2013	2014	2015	2016	2017	2018
\$	807,440,000 \$	1,001,340,000 \$	929,085,000 \$	1,188,680,000 \$	1,113,590,000 \$	1,029,820,000
	3.42%	4.33%	3.69%	4.66%	4.07%	3.42%
	940	1,137	1,061.30	1,331.22	1,227.59	1,119.05
_	(27,437,585)	(73,950,890)	(354,222,195)	(118,280,650)	(100,417,991)	(97,353,781)
	780,002,415	927,389,110	574,862,805	1,070,399,350	1,013,172,009	932,466,219
	2,363,751,800	2,314,640,200	2,514,907,900	2,552,466,500	2,737,402,100	3,011,140,657
\$ _	1,583,749,385 \$	1,387,251,090 \$	1,940,045,095 \$	1,482,067,150 \$	1,724,230,091 \$	2,078,674,438
	67.00%	59.93%	77.14%	58.06%	62.99%	69.03%

<sup>1</sup> data used in the above calculation utilized the valuation for bond purposes.

# Demographic and Economic Information Schedule 12 GWINNETT COUNTY BOARD OF EDUCATION Demographic and Economic Statistics Last Ten Calendar Years

<u>Year</u>	Population	 sonal Income unts expressed in thousands)	P	er Capita Personal Income	School Enrollment	Unemployment Rate
2008	780,721	\$ 26,306,832	\$	33,696	157,219	5.6%
2009	796,276	25,369,809		31,861	159,296	8.7%
2010	808,264	25,486,946		31,533	160,744	9.2%
2011	824,537	27,667,684		33,555	162,370	8.7%
2012	839,357	28,476,813		33,927	164,976	7.8%
2013	856,374	29,537,275		34,491	169,150	6.9%
2014	875,418	31,219,796		35,663	173,246	6.0%
2015	892,926	33,240,399		37,226	176,052	5.1%
2016	907,101	35,049,700		38,639	178,214	4.7%
2017	920,260	Not available	N	lot available	179,266	4.2%

Sources: Gwinnett County CAFR, fiscal year ended 12/31/2017.

State of Georgia Student Full-time Equivalent Data Collection System Enrollment by Grade Report-October.

## Demographic and Economic Information Schedule 13 GWINNETT COUNTY BOARD OF EDUCATION Principal Employers Current Year and Nine Years Ago

		2018			2009	
EMPLOYER	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Gwinnett County Public Schools	20,735	1	4.5 %	20,392	1	5.2 %
Gwinnett County Government	5,137	2	1.1 %	4,991	2	1.3 %
Gwinnett Health Care System	4,053	3	0.9 %	4,198	3	1.1 %
Publix	4,036	4	0.9 %	2,897	5	0.7 %
Wal-Mart	3,291	5	0.7 %	3,593	4	0.9 %
State of Georgia (includes Georgia Gwinnett College)	2,621	6	0.6 %	2,167	7	0.5 %
Kroger	2,246	7	0.5 %	1,904	8	0.5 %
U.S. Postal Service	2,172	8	0.5 %	2,301	6	0.6 %
Primerica Financial Services	1,738	9	0.4 %	1,700	10	0.40
NCR	1,690	10	0.4 %	-	-	- %
Scientific Atlanta, a Cisco Company	-	-	-	1,863	9	0.5 %

Sources: Gwinnett County Comprehensive Annual Financial Report, as of 12/31/2017, the district's human resources management system.

Operating Information Schedule 14
GWINNETT COUNTY BOARD OF EDUCATION
Full-time Equivalent District Employees by Function

Employee Category	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Instructional  Teachers Parapros Interpreters Technology support specialists Counselors Graduation specialist Total instructional	11,081 1,806 23 234 314 13,458	10,872 1,765 25 241 302 41	10,606 1,708 24 215 281 42 12,876	10,285 1,640 24 239 305 12,492	10,054 1,561 24 229 301	10,344 1,638 24 229 309 -	10,665 1,679 23 234 322 -	10,912 1,718 22 251 333	11,075 1,751 20 262 342 -	11,203 1,781 22 269 356 -
Media services Secretaries/clerical Library media specialists Directors Coordinators/managers Total media services	122 126 2 7 7	124 132 1 9 266	129 134 1 9	117 133 10 261	104 130 1 12 248	106 129 2 11	104 130 2 2 11	108 132 2 2 11	108 135 2 2 13	102 134 2 2 13
Pupil services Secretaries/clerical Nurses Therapists Psychologists Social workers Directors Coordinators Total pupil services	158 13 69 48 28 7 7 20 343	167 12 71 52 27 27 21	172 12 71 52 52 7 7 21	171 13 69 52 52 7 7 7	171 13 71 54 29 7 7 23	149 31 72 72 73 8 8 60 50	144 34 76 53 53 9 6 9 53	162 35 80 55 55 7 7 402	172 35 79 79 55 58 84 84	170 34 81 81 55 29 6 76 76
Instructional support Associate superintendent Chief academic officer Secretaries/clerical Graduation coaches Area superintendents/directors Coordinators Total instructional support	2 1 4 9 3 3 9 3 4 5 1 5 1 5 1 5 1 5 1 5 1 5 1 5 1 5 1 5	2 46	2 - 40 - 28 - 98 - 98 - 168 -	2 42 42 39 248	3 43 105 185	2 40 40 110 110	36 39 189	2 - 42	2 - 44	2 43
General administration Superintendent/fechnical school director Executive directors Secretaries/clerical Coordinators Total general administration	10 2 2	7 2 4 7 6	- 2 2 7	- 2 2 7	0 - 2 0 -	- 0 to - 0	- 0 to - 0	- 2 2 - 6	- 0 to -	0 - 2 0 -
School administration Principals Assistant principals Secretaries/clerical/bookkeepers Other Total school administration	111 433 766 9 9	121 437 804 9 9	128 442 836 9 9	130 386 801 8 1,325	130 462 798 8 8	130 472 807 -	133 486 827 -	133 508 848 10 1,499	136 526 867 11	136 531 867 7 7

Business administration Chief financial officer Secretarial/clerical	- 89	- 69 <u>;</u>	1 67	63	- 63 - 63	1 67	1 64	- 49 ¢	- 65 - 65	1 00,
Accountants Warehouse personnel	39	39 30	30 30	38 3	38	12 37 7	13 37 7	36 36	39 39	38 0
Directors Coordinators/managers/auditors Total business administration	20	148	18	19	19	19	20	22 143	21 147	22
Maintenance and operations Chief operations officer	<del>-</del>	~	<del>-</del>	~	<del>-</del>	<del>-</del>	<del>-</del>	<del>-</del>	~	<del>-</del>
Secretaries/clerical	24	21	50	19	20	20	22	21	26	27
Maintenance and security personnel Custodians	150 842	163 906	159 936	154 958	158 961	165 973	184 976	707 866	1,047	210 1,033
Directors	4 0	4 0	4 1	4 0	ഹ	22	∞ 5	∞ ς	∞ ς	
Cooldinators Total maintenance and operations	1,029	1,103	1,127	1,144	1,154	1,172	1,210	1,255	1,309	1,297
Transportation Secretaries/clerical	42	44	43	44	45	45	55	56	92	25
Bus drivers	1,556	1,553	1,572	1,568	1,567	1,536	1,605	1,582	1,507	1,494
Bus monitors Director	205 1	204	203 1	ZO1 T	204 1	206	203 1	/LZ 1	223	822 1
Supervisors/managers	55	54	55	53	56	54	55	58	55	56
Total transportation	1,859	1,856	1,874	1,867	1,873	1,843	1,920	1,914	1,862	1,855
Support service-central Associate superintendent Chief officer				~ ~	~ ~	<del>-</del> 0	<del>-</del> 0	2 <del>-</del>	2 +	~ ო
Secretaries/clerical	69	29	64	63	28	60	60	53	60	63
Research and planning personner Directors	, 26	7	24	23	23	10	24	52 52	28 78	12 29
Coordinators Total support service-central	181	186	110	172	173	188	193	191	105	108
Other support services					:					
Complete School directors	41	17	16	18	18	17	17	17	16	17
Directors Secretaries/clerical						Nω	- ო	– ო	- 4-	- 4-
Other	48	58	63	62	69	44	49	64	6	13
Total other support services	62	75	79	80	87	65	70	85	27	32
Federal administration Secretaries/clerical	ı	•		•	,	•		•	•	~
Directors Coordinators/other administrative			•		•	•			•	<u>-</u> ش
										15
School nutrition program			1	,						
Secretarial/clerical Food service personnel	9 1,490	1,520	7 1,566	6 1,551	7 1,465	1,317	8 1,157	1,100	8 1,082	9 1,040
Director Coordinators	- Ç	- =	- 5	- 5	- =	<u>←</u> ξ	<u>−</u> 6	- 4	- 4	– <del>1</del>
Total school nutrition program Grand total	1,510	1,540	1,586	1,569	1,485	1,339	1,179	1,123	1,105	1,065 20,735

Source: The district's human resources management system.

# Operating Information Schedule 15 GWINNETT COUNTY BOARD OF EDUCATION Operating Statistics Last Ten Fiscal Years (Unaudited)

Fiscal Year	E	openditures (1)	Enrollment (2)	Cost r Pupil	Percentage Change	Teaching Staff (3)	Pupil Teacher Ratio	Graduation Rate (4)	Percent of Free and Reduced Students in the Lunch Program (5)
2009	\$	1,238,263,293	157,219	\$ 7,876	(2.86)	11,081	14.19	82	45.65%
2010		1,240,755,274	159,298	7,789	0.20	10,872	14.65	84.7	49.89%
2011		1,236,972,334	160,744	7,695	(0.31)	10,606	15.16	67.6	52.37%
2012		1,236,028,779	162,370	7,612	(80.0)	10,285	15.79	71.0	53.73%
2013		1,196,765,605	164,977	7,254	(3.28)	10,054	16.41	72.7	53.73%
2014		1,256,322,055	169,150	7,427	4.74	10,344	16.35	75.0	55.46%
2015		1,322,327,580	173,246	7,633	4.99	10,665	16.24	78.1	55.70%
2016		1,417,043,206	176,051	8,049	6.68	10,912	16.13	79.6	54.41%
2017		1,471,943,599	178,214	8,259	3.73	11,075	16.09	80.9	54.71%
2018		1,570,907,201	179,266	8,763	6.30	11,203	16.00	81.6	55.06%

### Notes:

- (1) Expenditures from Statement of Revenues, Expenditures, and Changes in Fund Balances for General Fund.
- (2) State of Georgia Student Full-time Equivalent Data Collection System Enrollment by Grade Report.
- (3) District's human resources management system. Full time equivalent teaching staff only.
- (4) State of Georgia Governor's Office of Student Achievement.
- (5) State of Georgia Free and Reduced Price Lunch Eligibility Report.

<sup>\*</sup>Beginning with the 2010-2011 school year, the high school graduation rate was calculated using the cohort calculation method.

SCHOOL	2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Elementary										
Alcova (2005)	00.450	00.450	00.450	00.450	00.450	00.450	440.000	440.000	440.000	440.000
Square feet Capacity	90,453 769	90,453 750	90,453 750	90,453 750	90,453 750	90,453 1,150	143,983 1,150	143,983 1,150	143,983 1,150	143,983 1,150
Enrollment	1,029	1,017	1,049	1,023	1,012	1,063	1,156	1,236	1,308	1,335
Anderson Livsey (2011)			440.400	440.400	440.400	440.400	110 100	440.400	440.400	440.400
Square feet Capacity	-	-	143,106 950	143,106 950	143,106 950	143,106 975	143,106 975	143,106 975	143,106 975	143,106 975
Enrollment	-	-	767	705	744	757	822	828	810	762
J.A. Alford (2004)										
Square feet	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078
Capacity Enrollment	1,164 1,021	1,150 1,011	1,150 964	1,150 1,003	1,150 966	1,025 1,001	1,025 1,005	1,025 921	1,025 949	1,025 931
Annistown (1981)	1,021	1,011	304	1,003	900	1,001	1,003	921	949	331
Square feet	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516
Capacity	728	675	675	675	675	625	625	625	625	625
Arcado (1981)	558	563	613	518	530	553	601	644	654	696
Square feet	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800
Capacity	790	750	750	750	750	750	750	750	750	750
Enrollment	963	972	992	1,051	1,134	1,170	1,190	1,196	1,026	1,005
Baggett (2016)								160 000	160 000	160 000
Square feet Capacity	-	-	-	-	-	-	-	169,892 1,125	169,892 1,125	169,892 1,125
Enrollment	-	-	-	-	-	-	-	1,117	1,197	1,166
Baldwin (2017)										
Square feet									152,222	152,222
Capacity Enrollment									1,025 1,088	1,025 1,058
Beaver Ridge (1979)									1,000	1,000
Square feet	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108
Capacity	1,102	950	950	950	950	1,150	1,150	1,150	1,150	1,150
Enrollment Benefield (1982)	1,142	1,199	1,262	1,261	1,263	1,346	1,300	1,362	1,280	1,176
Square feet	103,555	103,555	103,555	103,555	143,710	143,710	143,710	143,710	143,710	143,710
Capacity	1,102	950	950	950	950	975	975	975	975	975
Enrollment	1,348	1,389	1,235	1,263	1,330	1,302	1,339	1,223	1,273	1,312
Berkeley Lake (1983) Square feet	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142
Capacity	1,019	1,000	1,000	1,000	1,000	925	925	925	925	925
Enrollment	1,107	1,121	1,138	1,176	1,143	1,162	1,148	1,099	948	888
Bethesda (1905)										
Square feet	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162
Capacity Enrollment	1,019 1,181	1,150 1,187	1,150 1,214	1,150 1,263	1,150 1,291	975 1,344	975 1,366	975 1,246	975 1,229	975 1,162
W.C. Britt (1969)	1,101	1,107	1,217	1,200	1,201	1,044	1,000	1,240	1,220	1,102
Square feet	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110
Capacity	665	675	675	675	675	650	650	650	650	650
Enrollment Brookwood (1985)	952	952	569	596	567	587	585	631	641	635
Square feet	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636
Capacity	1,310	1,275	1,275	1,275	1,275	1,250	1,250	1,250	1,250	1,250
Enrollment	1,061	1,036	1,083	1,099	1,083	1,088	1,120	1,202	1,244	1,315
Burnette (2011) Square feet			115,768	115,768	115,768	115,768	115,768	115,768	115,768	115,768
Capacity	-	-	750	750	750	825	825	825	825	825
Enrollment		-	696	712	702	676	705	721	697	646
Camp Creek (1972)										
Square feet Capacity	112,225	112,225 950	112,225	112,225 950	112,225	112,225 950	112,225 950	112,225 950	112,225 950	112,225 950
Capacity Enrollment	977 1,009	950 969	950 979	950 982	950 1,005	950	950 975	950 980	950 1,272	1,329
Cedar Hill (1988)	.,000		0.0		.,000		0.0		.,	.,520
Square feet	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979
Capacity	1,206	1,050	1,050	1,050	1,050	1,000	1,000	1,000	1,000	1,000
Enrollment Centerville (1973)	1,349	1,372	1,344	1,341	1,365	1,379	1,352	1,078	1,072	1,056
Square feet	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214
Capacity	769	800	800	800	800	700	700	700	700	700
Enrollment	848	850	777	736	714	719	741	725	687	693
								(continued on	next page)	

SCHOOL	2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	2018
Chattahoochee (1988)										
Square feet	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642
Capacity	1,393	1,400	1,400	1,400	1,400	1,225	1,225	1,225	1,225	1,225
Enrollment	1,161	1,140	1,154	1,195	1,167	1,208	1,248	1,212	1,399	1,385
Charles B. Chesney (2004)										
Square feet	90,453	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078
Capacity	769	1,150	1,150	1,150	1,150	1,025	1,025	1,025	1,025	1,025
Enrollment	853	859	896	1,063	1,131	1,183	1,155	1,138	1,233	1,200
W. J. Cooper (2003)	400.000	100 000	400.000	400.000	100 000	100.000	400.000	100 000	400.000	100.000
Square feet	189,893	189,893	189,893	189,893	189,893	189,893	189,893	189,893	189,893	189,893
Capacity	1,705	1,600	1,600	1,600	1,600	1,625	1,625	1,625	1,625	1,625
Enrollment Carlos (2002)	1,157	1,176	1,176	1,170	1,161	1,157	1,174	1,207	1,313	1,394
Corley (2003)	124.070	124.070	124.070	124.070	124.070	124.070	124.070	124.070	124.070	124.070
Square feet	134,078	134,078	134,078	134,078	134,078	134,078 1,025	134,078 1,025	134,078 1,025	134,078 1,025	134,078
Capacity Enrollment	1,164 1,296	1,150 1,352	1,150	1,150 1,350	1,150 1,348	1,397	1,432	1,025		1,025
	1,290	1,332	1,270	1,330	1,340	1,391	1,432	1,299	1,278	1,287
Craig (1993)	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491
Square feet Capacity	1,393	1,375	1,375		1,375			1,250	1,250	1,250
Enrollment	1,157			1,375 1,047	1,008	1,250	1,250			
	1,157	1,129	1,075	1,047	1,006	1,027	1,047	1,011	1,033	1,027
Dacula (1990)	192,540	192,540	192,540	192,540	192,540	192,540	192,540	192,540	192,540	192,540
Square feet Capacity	192,540	1,500	1,500	1,500	1,500	1,525	1,525	1,525	1,525	1,525
Enrollment	1,732					1,323	1,323	1,325		
	1,732	1,413	1,338	1,324	1,329	1,237	1,204	1,205	12,220	1,148
Duncan Creek (2003) Square feet	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135
Capacity	1,393	1,325	1,325	1,325	1,325	1,300	1,300	1,300	1,300	1,300
Enrollment	1,127	1,144	1,187	1,169	1,113	1,141	1,129	1,129	1,213	1,298
J.G. Dyer (1970)	1,121	1,144	1,107	1,109	1,113	1,141	1,129	1,129	1,213	1,290
Square feet	85,991	153,318	153,318	153,318	153,318	153,318	153,318	153,318	153,318	153,318
Capacity	748	1,250	1,250	1,250	1,250	1,175	1,175	1,175	1,175	1,175
Enrollment	613	797	835	816	785	787	750	809	872	894
Ferguson (2011)	013	191	633	010	765	101	730	609	012	094
Square feet			143,106	143,106	143,106	143,106	143,106	143,106	143,106	143,106
Capacity	-	-	950	950	950	975	975	975	975	975
Enrollment	-	-	919	953	955	968	962	945	913	874
Fort Daniel (1994)			313	900	900	900	902	343	913	074
Square feet	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472
Capacity	1,019	1,000	1,000	1,000	1,000	925	925	925	925	925
Enrollment	1,002	660	624	625	625	659	666	655	655	683
Freeman's Mill (1999)	1,002		024	020	020	000	000	000	000	000
Square feet	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410
Capacity	1,019	1,000	1,000	1,000	1,000	925	925	925	925	925
Enrollment	1,152	926	924	883	946	933	909	898	909	887
Graves (2016)	1,102	020	024	000	040	000	000	000		001
Square feet	_	_	_	_	_	_	_	159,389	159,389	159,389
Capacity	_	_	_	_	_	_	_	1,125	1,125	1,125
Enrollment	_	_	_	_	_	_	_	1,281	1,319	1,292
Grayson (1940)								1,201	.,010	1,202
Square feet	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543
Capacity	1,019	950	950	950	950	950	950	950	950	950
Enrollment	1,266	733	795	795	809	799	831	836	887	922
Gwin Oaks (1976)	1,200									022
Square feet	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766
Capacity	977	875	875	875	875	875	875	875	875	875
Enrollment	1,006	1,004	947	912	990	1,012	1,088	1,006	1,030	1,018
Harbins (1995)	.,	.,				.,	.,	.,	.,	.,
Square feet	152,460	152,460	152,460	152,460	152.460	152,460	152,460	152,460	152,460	152,460
Capacity	1,352	1,300	1,300	1,300	1,300	1,200	1,200	1,200	1,200	1,200
Enrollment	1,028	865	819	831	850	875	978	1,071	1,165	1,268
Harmony (1957)	.,525		0.0			0.0	0.0	.,	.,	.,250
Square feet	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242
Capacity	728	675	675	675	675	700	700	700	700	700
Enrollment	646	652	651	597	592	584	585	599	519	520
Harris (1967)	210	332	551	301		551	230		0.0	320
Square feet	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860
Capacity	936	875	875	875	875	750	750	750	750	750
Enrollment	698	696	666	757	783	812	867	916	801	844
Linoimont	000	000	000	, , ,	700	0.2	001	(continued or		0.74
								(continued of	i ilext page)	

SCHOOL		2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Head (1979)	0	04.057	04.057	04.057	04.057	04.057	04.057	04.057	04.057	04.057	04.057
	Square feet	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357
	Capacity Enrollment	582	625 600	625	625	625	600	600	600	600	600
Hopkins (1984)		626	600	572	540	561	559	545	543	582	608
110pkii13 (1304)	Square feet	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098
	Capacity	1,601	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
	Enrollment	1,735	1,838	1,756	1,729	1,858	1,934	1,980	1,323	1,287	1,246
Ivy Creek (2004			, , , , , , , , , , , , , , , , , , , ,	,		,	,				
, ,	Square feet	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135
	Capacity	1,393	1,325	1,325	1,325	1,325	1,275	1,275	1,275	1,275	1,275
	Enrollment	911	896	900	870	882	896	916	945	1,080	1,144
Jackson (1995)	)										
	Square feet	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895
	Capacity	1,643	1,500	1,500	1,500	1,500	1,450	1,450	1,450	1,450	1,450
	Enrollment	1,792	1,768	1,725	1,652	1,608	1,628	1,673	1,755	1,630	1,526
Jenkins (2011)											
	Square feet	-	-	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656
	Capacity	-	-	1,050	1,050	1,050	1,025	1,025	1,025	1,025	1,025
I/	Enrollment	-	-	973	956	996	1,046	1,031	1,005	1,012	892
Kanoheda (199		114 514	114 514	111 511	114 514	111 511	111 511	114 514	114 514	111 511	111 511
	Square feet	114,514	114,514	114,514	114,514	114,514	114,514	114,514 1,125	114,514	114,514 1,125	114,514
	Capacity Enrollment	1,310 1,199	1,175 1,186	1,175 1,012	1,175 1,052	1,175 1 118	1,125 1,088	1,125	1,125 993	877	1,125
Knight (1975)	LITTORITIETIL	1,199	1,100	1,012	1,002	1,118	1,000	1,012	333	011	919
1.1.light (1973)	Square feet	110,596	110,596	110,665	110,665	110,665	110,665	110,665	110,665	110,665	110,665
	Capacity	873	850	850	850	850	900	900	900	900	900
	Enrollment	713	718	747	785	736	749	781	797	862	879
Lawrenceville (											
,	Square feet	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972
	Capacity	1,019	995	995	995	995	925	925	925	925	925
	Enrollment	985	942	733	732	768	733	759	689	764	723
Level Creek (20	004)										
	Square feet	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656
	Capacity	1,102	1,050	1,050	1,050	1,050	1,025	1,025	1,025	1,025	1,025
	Enrollment	1,126	1,130	1,007	966	919	923	854	892	918	1,029
Lilburn (1970)											
	Square feet	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787
	Capacity	1,518	1,300	1,300	1,300	1,300	1,450	1,450	1,450	1,450	1,450
	Enrollment	1,284	1,323	1,299	1,311	1,406	1,574	1,597	1,502	1,480	1,497
Lovin (2008)		110 000	440.000	4.40.000	440.000	140.000	440.000	440.000	440.000	440.000	440.000
	Square feet	146,680	146,680	146,680	146,680	146,680	146,680	146,680	146,680	146,680	146,680
	Capacity	1,102	1,050	1,050	1,050	1,050	975	975	975	975	975
Magill (1996)	Enrollment	546	789	813	779	805	828	883	916	896	950
wagiii (1990)	Square feet	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416
	Capacity	1,643	1,500	1,500	1,500	1,500	1,525	1,525	1,525	1,525	1,525
	Enrollment	1,399	1,407	1,393	1,300	1,299	1,231	1,213	1,162	1,162	1,147
Mason (1997)	Linoimioni	1,000	1,401	1,000	1,000	1,200	1,201	1,210	1,102	1,102	1,1-17
	Square feet	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940
	Capacity	1,289	1,200	1,200	1,200	1,200	1,150	1,150	1,150	1,150	1,150
	Enrollment	1,393	1,385	1,139	884	898	908	899	891	925	996
McKendree (19		.,	.,	.,							
,	Square feet	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806
	Capacity	1,310	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
	Enrollment	1,096	1,174	1,158	1,127	1,118	1,173	1,098	1,134	1,125	1,085
Meadowcreek (							-				
	Square feet	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679
	Capacity	956	950	950	950	950	925	925	925	925	925
	Enrollment	1,075	1,104	1,117	1,145	1,211	1,203	1,217	1,055	1,049	986
Minor (1987)	·	<u></u>	·	·	·						
	Square feet	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129
	Capacity	1,164	1,150	1,150	1,150	1,150	1,075	1,075	1,075	1,075	1,075
	Enrollment	1,203	1,295	1,110	1,105	1,113	1,146	1,152	1,102	1,097	1,099
Mountain Park											
	Square feet	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928
	Capacity	499	550	550	550	550	450	450	450	450	450
	Enrollment	631	596	568	585	577	606	596	601	580	581
	Linominent		000	000	303	311	000	550	(continued on		301

SCHOOL	2)	2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Mulberry (2008	Square feet	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452
	Capacity	102	950	950	950	950	975	975	975	975	975
	Enrollment	557	557	586	573	546	575	601	675	685	741
Nesbit (1993)	Z.II OIII I OII				0.0	0.0	0.0		0.0		
, ,	Square feet	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792
	Capacity	1,518	1,300	1,300	1,300	1,300	1,400	1,400	1,400	1,400	1,400
	Enrollment	1,520	1,563	1,657	1,686	1,795	2,005	2,182	1,406	1,256	1,242
Norcross (1972											
	Square feet	91,082	91,082	91,926	91,926	140,106	140,106	140,106	140,106	140,106	140,106
	Capacity	832	1,050	1,050	1,050	1,050	1,000	1,000	1,000	1,000	1,000
Norton (1096)	Enrollment	1,003	1,006	1,027	1,073	1,140	1,142	1,175	1,191	1,044	955
Norton (1986)	Square feet	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511
	Capacity	1,248	1,200	1,200	1,200	1,200	1,300	1,300	1,300	1,300	1,300
	Enrollment	1,224	1,211	1,120	1,074	1,071	1,122	1,141	1,154	1,194	1,116
Parsons (2003)		1,227	1,211	1,120	1,074	1,071	1,122	1,171	1,104	1,104	1,110
(====,	Square feet	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453
	Capacity	769	750	750	750	750	700	700	700	700	700
	Enrollment	1,148	1,188	781	774	796	819	816	780	771	758
Partee (1997)											
	Square feet	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036
	Capacity	852	875	875	875	875	850	850	850	850	850
	Enrollment	755	741	495	583	609	662	717	760	755	783
Patrick (2008)		101.010	101 5 : 5	101 5 : 5	101 5 : 5	101 2 : 2	101 2 12	101 5 : 5	101 5 15	101 515	40 1 0 1 -
	Square feet	131,843	131,843	131,843	131,843	131,843	131,843	131,843	131,843	131,843	131,843
	Capacity	1,102	1,050	1,050	1,050	1,050	1,025	1,025	1,025	1,025	1,025
Doochtron (107	Enrollment	872	839	854	862	844	849	846	858	781	733
Peachtree (197	Square feet	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241
	Capacity	1,352	1,300	1,300	1,300	1,300	1,250	1,250	1,250	1,250	1,250
	Enrollment	1,475	1,527	1,648	1,722	1,761	1,798	1,829	1,679	997	988
Pharr (1990)	Linoimione	1,470	1,027	1,040	1,122	1,701	1,700	1,020	1,070	001	000
(1000)	Square feet	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994
	Capacity	1,081	950	950	950	950	975	975	975	975	975
	Enrollment	1,122	807	782	748	720	710	658	654	639	680
Puckett's Mill (2	2009)										
	Square feet	162,227	162,227	162,227	162,227	162,227	162,227	162,227	162,227	162,227	162,227
	Capacity	1,331	1,250	1,250	1,250	1,250	1,200	1,200	1,200	1,200	1,200
	Enrollment	1,172	1,178	1,143	1,093	1,048	1,011	1,011	951	912	838
Riverside (1999		100 107	100 107	100 107	100 107	100 107	100 107	100 107	100 107	100 107	100 107
	Square feet	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127
	Capacity	1,289	1,200	1,200	1,200	1,200	1,150	1,150	1,150	1,150	1,150
Roberts (2011	Enrollment	1,557	1,577	1,169	1,141	1,120	1,109	1,031	1,018	1,005	1,014
Roberts (2011	Square feet	_	_	149,699	149,699	149,699	149,699	149,699	149,699	149,699	149,699
	Capacity			1,050	1,050	1,050	975	975	975	975	975
	Enrollment	_	_	733	721	773	800	835	819	802	829
Rock Springs (									0.0		020
, 5- (	Square feet	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891
	Capacity	1,476	1,450	1,450	1,450	1,450	1,325	1,325	1,325	1,325	1,325
	Enrollment	1,081	922	895	887	842	852	839	859	854	846
Rockbridge (19											
	Square feet	82,574	82,574	82,574	82,574	82,574	82,574	184,118	184,118	184,118	184,118
	Capacity	977	875	875	875	875	1,275	1,275	1,275	1,275	1,275
	Enrollment	901	869	991	1,002	1,038	1,070	1,151	1,393	1,375	1,370
Rosebud (2009		150 407	156 407	156 407	456 407	456 407	456 407	156 407	156 407	150 407	450 407
	Square feet	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467
	Capacity Enrollment	1,331 1,069	1,250 1,027	1,250	1,250 993	1,250 1,009	1,200 1,044	1,200 1,103	1,200	1,200	1,200
Shiloh (1990)	LIIIOIIIIeIII	1,009	1,027	1,046	<del>993</del>	1,009	1,044	1,103	1,114	1,117	1,074
Ormon (1880)	Square feet	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157
	Capacity	852	875	875	875	875	650	650	650	650	650
	Enrollment	753	739	670	661	660	692	720	690	738	707
Simonton (1992		100	700	0.0	001	000	002	120	000	700	7.01
	Square feet	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500
	Capacity	1,206	1,050	1,050	1,050	1,050	1,075	1,075	1,075	1,075	1,075
						,			,		
	Enrollment	1,519	1,305	863	819	818	850	873	868	845	814

SCHOOL	2)	2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Simpson (1990	3) Square feet	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772
	Capacity	1,289	1,200	1,200	1,200	1,200	1,150	1,150	1,150	1,150	1,150
	Enrollment	925	927	896	889	843	763	765	852	861	970
Starling (2010)			-								
	Square feet	-	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467
	Capacity	-	1,250	1,250	1,250	1,250	1,200	1,200	1,200	1,200	1,200
	Enrollment	-	995	963	970	988	977	995	980	1,006	1,006
Stripling (1999											
	Square feet	128,122	128,122	128,122	128,122	128,122	128,122	128,122	128,122	128,122	128,122
	Capacity	1,040	900	900	900	900	1,000	1,000	1,000	1,000	1,000
O I III (400	Enrollment	986	1,009	1,078	1,109	1,157	1,242	1,236	1,231	901	796
Sugar Hill (199	Square feet	115,636	115,636	115,636	115,636	135,111	135,111	135,111	135,111	135,111	135,111
	Capacity	1,019	1,175	1,175	1,175	1,175	1,075	1,075	1,075	1,075	1,075
	Enrollment	1,128	1,128	1,168	1,209	1,213	1,181	1,202	1,236	1,147	1,169
Suwanee (198		1,120	1,120	1,100	1,200	1,210	1,101	1,202	1,200	1,177	1,100
(	Square feet	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997
	Capacity	894	800	800	800	800	900	900	900	900	900
	Enrollment	995	972	752	730	701	658	671	649	610	601
Sycamore (20)	03)										
•	Square feet	125,973	125,973	125,973	125,973	125,973	125,973	125,973	125,973	125,973	125,973
	Capacity	1,081	950	950	950	950	975	975	975	975	975
	Enrollment	1,350	688	694	725	734	731	724	754	770	792
Taylor (1997)			· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·		
	Square feet	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376
	Capacity	1,393	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
	Enrollment	1,044	1,042	1,005	938	915	921	927	911	915	926
Trip (2009)											
	Square feet	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467	156,467
	Capacity	1,331	1,250	1,250	1,250	1,250	1,200	1,200	1,200	1,200	1,200
W-I+ O	Enrollment	831	874	866	897	869	887	938	975	1,070	1,124
Walnut Grove		450.070	450.070	450.070	450.070	450.070	450.070	450.070	450.070	450.070	450.070
	Square feet	152,076	152,076	152,076	152,076 1,225	152,076	152,076 1,200	152,076 1,200	152,076 1,200	152,076 1,200	152,076 1,200
	Capacity Enrollment	1,352 1,003	1,225 1,014	1,225 918	926	1,225 905	902	903	875	895	883
White Oak (20		1,003	1,014	910	920	903	902	903	073	090	000
Wille Oak (20	Square feet	_	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452
	Capacity	_	950	950	950	950	1,000	1,000	1,000	1,000	1,000
	Enrollment	-	672	732	769	787	773	840	816	793	750
Winn-Holt (200											
,	Square feet	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871
	Capacity	1,331	1,250	1,250	1,250	1,250	1,200	1,200	1,200	1,200	1,200
	Enrollment	1,548	1,462	1,139	1,155	1,168	1,189	1,172	1,223	1,141	1,152
Woodward Mil	I (2010)										
	Square feet	-	162,227	162,227	162,227	162,227	162,227	162,227	162,227	162,227	162,227
	Capacity	-	1,250	1,250	1,250	1,250	1,200	1,200	1,200	1,200	1,200
	Enrollment	-	929	912	870	892	935	1,013	1,021	1,035	992
Middle	10)										
Bay Creek (20			100.001	100.004	100.004	100 004	100.001	100.001	100.004	100 00 1	400 004
	Square feet	-	180,834	180,834	180,834	180,834	180,834	180,834	180,834	180,834	180,834
	Capacity	-	1,100	1,100	1,100	1,100	1,150	1,150	1,150	1,150	1,150
Porkmar (200)	Enrollment		921	973	977	1,019	1,016	1,079	1,126	1,182	1,134
Berkmar (2004	+) Square feet	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018
	Capacity	1,125	1,050	1,050	1,050	1,050	1,100	1,100	1,100	1,100	1,100
	Enrollment	988	1,050	968	998	1,065	1,074	1,049	1,055	1,129	1,173
Coleman (201		300	1,000	300	330	1,000	1,017	1,040	1,000	1,120	1,173
00.0 (20 .	Square feet	-	_	_	_	_	_	_	_	126,564	126,564
	Capacity	-	-	-	-	-	-	-	-	925	925
	Enrollment	-	-	-	-	-	-	-	-	699	773
Couch (2010)											
, -,	Square feet	-	180,834	180,834	180,834	180,834	180,834	180,834	180,834	180,834	180,834
	Capacity	-	1,100	1,100	1,100	1,100	1,150	1,150	1,150	1,150	1,150
	Enrollment		973	1,021	1,002	989	975	996	1,000	1,021	1,044
Creekland (19			· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·				
	Square feet	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904
	Capacity	2,500	2,400	2,400	2,400	2,400	2,100	2,100	2,100	2,100	2,100
	Enrollment	2,732	2,291	2,292	2,263	2,237	2,234	2,157	2,200	2,175	2,094
	Linominent	2,102	2,201	2,292	2,200	2,201	2,204	2,107	(continued on		2,004

SCHOOL		2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	2017	<u>2018</u>
Crews (1997)											
	Square feet	154,552	154,552	154,552	154,552	154,552	154,552	154,552	154,552	154,552	154,552
	Capacity	1,400	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150
D   (1010)	Enrollment	1,299	1,277	1,199	1,173	1,228	1,281	1,272	1,259	1,295	1,381
Dacula (1940)	Causara foot	245 024	245 024	245 024	245 024	245 024	245 024	245 024	245 024	315,821	245 024
	Square feet	315,821 2,325	315,821 2,325	315,821 2,325	315,821 2,325	315,821 2,325	315,821 1,900	315,821 1,900	315,821 1,900	1,900	315,821 1,900
	Capacity Enrollment	2,325 2,227	2,325 1,652	1,566	1,558	2,325 1,462	1,556	1,900	1,597	1,615	1,633
Duluth (1973)	Linolinent	2,221	1,032	1,500	1,556	1,402	1,550	1,017	1,597	1,013	1,033
Balatii (1010)	Square feet	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537
	Capacity	2,000	1,775	1,775	1,775	1,775	1,750	1,750	1,750	1,750	1,750
	Enrollment	1,897	1,769	1,765	1,924	2,051	2,046	2,039	2,001	1,377	1,452
Five Forks Mid		·		·					·	· · · · · · · · · · · · · · · · · · ·	
	Square feet	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472
	Capacity	1,150	1,100	1,100	1,100	1,100	1,150	1,150	1,150	1,150	1,150
	Enrollment	1,046	1,054	1,060	1,064	1,061	1,066	1,065	1,059	1,066	1,116
Hull (1996)											
	Square feet	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800
	Capacity	2,050	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750
I (0004)	Enrollment	2,298	2,369	2,406	2,305	2,245	2,297	1,275	1,263	1,251	1,250
Jones (2004)	Causara foot	150 151	150 151	150 151	150 151	150 151	150 151	150 151	150 151	150 151	150 151
	Square feet	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154
	Capacity Enrollment	1,125 1,494	1,075 1,243	1,075 1,280	1,075 1,278	1,075 1,290	975 1,290	975 1,362	975 1,396	975 939	975 974
Jordan (2016)	Enfollment	1,494	1,243	1,200	1,270	1,290	1,290	1,302	1,390	939	974
Joidan (2010)	Square feet	_	_	_	_	_	_	_	177,946	177,946	177,946
	Capacity	-	_	_	_	_	_	_	1,050	1,050	1,050
	Enrollment	_	_	_	_	_	_	_	901	948	945
Lanier (1973)	2									0.0	0.0
( /	Square feet	189,148	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350
	Capacity	1,800	1,662	1,662	1,662	1,662	1,700	1,700	1,700	1,700	1,700
	Enrollment	2,717	1,154	1,115	1,225	1,299	1,380	1,353	1,408	1,410	1,445
Lilburn (1955)											
	Square feet	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449
	Capacity	2,000	1,700	1,700	1,700	1,700	1,550	1,550	1,550	1,550	1,550
	Enrollment	1,257	1,250	1,329	1,424	1,555	1,705	1,790	1,555	1,609	1,729
McConnell (19											
	Square feet	198,019	198,019	198,019	198,019	198,019	198,019	236,197	236,197	236,197	236,197
	Capacity	2,125	1,820	1,820	1,820	1,820	1,775	1,775	1,775	1,775	1,775
Moore (2012)	Enrollment	2,538	1,368	1,446	1,476	1,552	1,628	1,666	1,692	1,841	1,922
100016 (2012)	Square feet	_	_	_	193,107	193,107	193,107	193,107	193,107	193,107	193,107
	Capacity	-	_	_	133,107	133,107	1,350	1,350	1,350	1,350	1,350
	Enrollment	_	_	_	878	1,025	1,043	1,011	940	969	929
North Gwinnett					0.0	1,020	1,010	.,	0.0		020
	Square feet	-	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350	290,500
	Capacity	-	1,800	1,800	1,800	1,800	1,750	1,750	1,750	1,750	1,750
	Enrollment	<u> </u>	1,793	1,900	1,953	2,000	1,998	2,129	2,222	2,254	2,202
Northbrook (20			· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·		· · · · · · · · · · · · · · · · · · ·		
	Square feet	-	-	-	-	-	-	201,076	267,159	267,159	201,932
	Capacity	-	-	-	-	-	-	1,025	1,025	1,025	1,025
0.1	Enrollment	-	-	-	-	-	-	1,001	1,036	1,064	1,030
Osborne (2004		047 507	047 507	047.507	047.507	047 507	047 507	047.507	047.507	047 507	047 507
	Square feet	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537
	Capacity	1,800	1,662	1,662	1,662	1,662	1,575	1,575	1,575	1,575	1,575
Pinckneyville (	Enrollment	2,037	1,531	1,602	1,638	1,672	1,628	1,639	1,657	1,657	1,742
i inomicyvine (	Square feet	156,626	156,626	156,626	156,626	156,626	156,626	156,626	156,626	156,626	156,626
	Capacity	1,375	1,275	1,275	1,275	1,275	1,200	1,200	1,200	1,200	1,200
	Enrollment	1,313	1,361	1,289	1,323	1,310	1,300	1,306	1,277	1,281	1,303
Radloff (2004)		.,	,	,	,	,	,	,	,	,	.,
( /	Square feet	177,380	177,380	259,692	259,692	259,692	259,692	259,692	259,692	259,692	259,692
	Capacity	1,125	1,650	1,650	1,650	1,650	1,575	1,575	1,575	1,575	1,575
	Enrollment	1,113	1,118	1,496	1,658	1,748	1,836	1,833	1,399	1,388	1,371
Richards (1987											
	Square feet	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575
	Capacity	2,150	1,825	1,825	1,825	1,825	1,575	1,575	1,575	1,575	1,575
	Enrollment	2,425	2,164	2,194	1,423	1,407	1,500	1,571	1,869	2,050	2,160
									(continued or	next page)	

SCHOOL		2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Shiloh (1982)	0	404.000	407 400	407 400	407 400	407.400	407 400	407.400	407.400	407 400	407.400
	Square feet	164,888	187,108	187,108	187,108	187,108	187,108	187,108	187,108	187,108	187,108
	Capacity	1,775	1,800	1,800	1,800	1,800	1,600	1,600	1,600	1,600	1,600
OII (0044)	Enrollment	1,559	1,474	1,608	1,671	1,793	1,864	1,844	1,793	1,834	1,846
Snell (2011)	Causana fast			107.010	107.010	107.010	107.010	107.010	187,912	107.010	107.010
	Square feet Capacity	-	-	187,912 1,275	187,912 1,275	187,912 1,275	187,912 1,200	187,912 1,200	1,200	187,912 1,200	187,912 1,200
	Enrollment	-	-	1,275	1,275	1,275	1,200	1,200		1,200	
Spollvillo (107				1,233	1,192	1,130	1,096	1,151	1,174	1,209	1,252
Snellville (197	Square feet	191,524	191,524	191,524	191,524	191,524	191,524	191,524	191,524	191,524	191,524
	Capacity	1,800	1,662	1,662	1,662	1,662	1,650	1,650	1,650	1,650	1,650
	Enrollment	2,234	2,232	835	865	894	925	913	949	911	888
Summerour (1		2,234	2,232	633	000	094	925	913	949	911	000
Summerour (1	Square feet	129,270	129,270	129,270	129,270	129,270	129,270	129,270	273,788	273,788	273,788
	Capacity	1,100	1,000	1,000	1,000	1,000	1,675	1,675	1,675	1,675	1,675
	Enrollment	1,125	1,129	1,172	1,204	1,317	1,429	1,561	1,631	1,663	1,714
Sweetwater (1		1,120	1,123	1,172	1,204	1,017	1,423	1,001	1,001	1,000	1,714
Owcetwater (1	Square feet	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725
	Capacity	1,850	1,700	1,700	1,700	1,700	1,750	1,750	1,750	1,750	1,750
	Enrollment	1,821	1,888	1,788	1,680	1,776	1,896	1,980	1,461	1,445	1,495
Trickum (1975		1,021	1,000	1,700	1,000	1,770	1,000	1,300	1,401	1,440	1,400
	Square feet	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350	241,350
	Capacity	1,800	1,662	1,662	1,662	1,662	1,775	1,775	1,775	1,775	1,775
	Enrollment	1,876	1,906	1,874	1,922	1,911	1,773	1,773	2,031	2,056	2,138
Twin Rivers (2		1,070	1,000	1,074	1,022	1,011	1,000	1,001	2,001	2,000	2,100
(2	Square feet	_	231,728	231,728	231,728	231,728	231,728	231,728	231,728	231,728	277,080
	Capacity	_	1,662	1,662	1,662	1,662	1,725	1,725	1,725	1,725	1,725
	Enrollment	_	1,422	1,443	1,491	1,458	1,531	1,570	1,621	2,007	1,994
			.,	.,	.,	1,100	.,	.,	.,	_,	.,
High											
Archer (2010)											
(==)	Square feet	-	462,795	462,795	462,795	462,795	462,795	462,795	462,795	462,795	467,035
	Capacity	-	2,800	2,800	2,800	2,800	2,575	2,575	2,575	2,575	2,575
	Enrollment	-	1,360	1,684	1,911	2,102	2,305	2,432	2,580	2,682	2,698
Berkmar (1967				, , , , , , , , , , , , , , , , , , , ,	,	, -	,				
,	Square feet	455,339	455,339	455,339	453,339	453,339	453,339	453,339	453,339	453,339	453,339
	Capacity	3,000	2,800	2,800	2,800	2,800	2,725	2,725	2,725	2,725	2,725
	Enrollment	3,177	3,342	3,005	2,953	3,236	3,376	3,439	2,891	2,888	2,922
Brookwood (19	981)										
	Square feet	428,068	428,068	428,068	426,068	426,068	426,068	441,268	441,268	441,268	441,268
	Capacity	3,000	2,800	2,800	2,800	2,800	2,575	2,575	2,575	2,575	2,575
	Enrollment	3,494	3,420	3,403	3,331	3,343	3,372	3,424	3,476	3,502	3,543
Central Gwinn	ett (1957)										
	Square feet	371,818	371,818	371,818	368,546	368,546	368,546	361,564	361,564	361,564	361,564
	Capacity	2,650	2,375	2,375	2,375	2,375	2,300	2,300	2,300	2,300	2,300
	Enrollment	2,832	2,672	2,559	2,563	2,525	2,636	2,748	2,254	2,188	2,136
Collins Hill (19	994)										
	Square feet	419,068	419,068	419,068	415,068	415,068	415,068	415,068	415,068	415,068	415,068
	Capacity	3,000	2,800	2,800	2,800	2,800	2,625	2,625	2,625	2,625	2,625
	Enrollment	3,689	3,482	3,333	3,215	3,113	3,075	3,148	3,175	3,145	3,126
Dacula (1973)											
	Square feet	427,041	427,041	427,041	427,041	428,118	428,118	425,585	425,585	425,585	425,585
	Capacity	3,000	2,800	2,800	2,800	2,800	2,550	2,550	2,550	2,550	2,550
	Enrollment	2,414	2,039	1,946	1,822	1,854	1,927	1,944	2,076	2,108	2,105
Discovery (20	16)										
	Square feet	-	-	-	-	-	-	-	630,800	630,800	633,094
	Capacity	-	-	-	-	-	-	-	2,000	2,000	2,000
	Enrollment		=						2,127	2,656	2,649
Duluth (1959)											
	Square feet	428,498	428,498	428,498	427,198	427,198	427,198	427,198	427,198	427,198	427,198
	Capacity	2,400	2,800	2,800	2,800	2,800	2,650	2,650	2,650	2,650	2,650
	Enrollment	2,308	2,359	2,403	2,512	2,510	2,661	2,675	2,710	2,731	2,752
Grayson (2000	0)										
•	Square feet	489,617	489,617	489,617	483,787	483,787	483,787	483,787	483,787	483,787	483,787
	Capacity	2,500	2,350	2,350	2,350	2,350	2,125	2,125	2,125	2,125	2,125
	Enrollment	3,331	2,804	2,668	2,571	2,611	2,631	2,767	2,850	2,916	2,993
Gwinnett Scho	ool of Mathematics	, Science & Tech	nology (2008)								
	Square feet	-	- 1	364,750	364,750	364,750	364,750	364,750	364,750	364,750	315,027
	Capacity	_	1,200	1,200	1,200	1,200	1,200	2,225	2,225	2,225	2,225
					1,200	1,200	1,200				2,220
	Enrollment	327	404	596	696	851	945	976	966	979	1,031

SCHOOL		2009	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Lanier (2011)	Square feet	_	_	457,222	457,222	457,222	444,475	409,222	409,222	409,222	413,146
	Capacity	_	_	1,800	1,800	1,800	1,900	1,900	1,900	1,900	1,900
	Inrollment	_	_	865	1,162	1,449	1,615	1,718	1,800	1,800	1,832
Meadowcreek (19					1,102	1,110	1,010	1,7.10	1,000	.,000	.,002
	Square feet	480,309	480,309	480,309	478,509	478,509	478,509	455,677	455,677	455,677	460,470
	apacity	3,000	2,800	2,800	2,800	2,800	2,500	2,500	2,500	2,500	2,500
E	nrollment	2,348	2,391	2,675	2,732	2,858	3,119	3,548	3,190	3,260	3,172
Mill Creek (2004)											
S	quare feet	460,470	460,470	460,470	460,470	460,470	460,470	460,470	460,470	460,470	460,470
	Capacity	3,250	3,050	3,050	3,050	3,050	2,800	2,800	2,800	2,800	2,800
E	nrollment	4,116	3,469	3,495	3,479	3,578	3,708	3,780	3,998	3,759	3,651
Mountain View (20	010)										
	Square feet	_	475,470	475,470	462,795	462,795	462,795	443,595	443,595	443,595	449,263
	Capacity	_	2,350	2,350	2,350	2,350	2,300	2,300	2,300	2,300	2,300
	inrollment	_	1,359	1,731	1,890	1,998	2,013	2,103	2,098	2,404	2,580
Norcross (1957)			, , , , , , , , , , , , , , , , , , , ,	,	,	,	, , , , , , , , , , , , , , , , , , , ,	, , , , , , , , , , , , , , , , , , , ,	, , , , , , , , , , , , , , , , , , , ,		, , , , , , , , , , , , , , , , , , , ,
Ś	quare feet	449,828	449,828	449,828	448,028	448,028	448,028	448,028	448,028	448,028	448,028
C	Capacity	3,000	2,800	2,800	2,800	2,800	2,600	2,600	2,600	2,600	2,600
E	nrollment	3,036	2,959	3,139	3,272	3,397	3,649	3,738	3,755	3,805	3,778
North Gwinnett (19											
	quare feet	362,176	362,176	362,176	360,676	360,676	360,676	415,993	415,993	415,993	412,993
	Capacity	2,500	2,350	2,350	2,350	2,350	2,625	2,625	2,625	2,625	2,625
	nrollment	3,176	3,350	2,665	2,521	2,481	2,594	2,698	2,846	2,931	3,020
Parkview (1976)	<b>6</b> 4	454.004	454.004	454.004	450.004	450.004	450.004	450.004	400 004	400.004	400.004
	Square feet	454,664	454,664	454,664	453,364	453,364	453,364	453,364	469,324	469,324	469,324
	Capacity Enrollment	2,700	2,625	2,625	2,625	2,625	2,500	2,500	2,500	2,500	2,500
Peachtree Ridge (		2,648	2,712	2,685	2,696	2,715	2,820	2,834	2,936	2,984	2,986
	(2003) Square feet	437,882	437,882	437,882	437,882	437,882	437,882	437,882	437,882	437,882	487,147
	Capacity	3,000	2,800	2,800	2,800	2,800	2,650	2,650	2,650	2,650	2,650
	Inrollment	3,167	3,170	3,225	3,182	3,208	3,204	3,211	3,201	3,260	3,264
Phoenix (1997)		0,101	0,170	0,220	0,102	0,200	0,20.	0,2	0,20.	0,200	0,201
	guare feet	94,862	101,647	101,647	101,647	101,647	101,647	101,647	101,647	101,647	101,647
С	apacity	775	775	775	775	775	775	575	575	575	575
E	nrollment	503	490	449	607	576	534	542	569	535	499
Shiloh (1984)											
	Square feet	337,649	337,649	394,225	410,202	410,202	410,202	410,202	410,202	410,202	410,202
	Capacity	1,900	2,375	2,375	2,375	2,375	2,275	2,275	2,275	2,275	2,275
	nrollment	1,954	1,925	2,106	2,046	2,085	2,177	2,238	2,332	2,409	2,315
South Gwinnett (1		400 747	400 747	407.000	407.000	407.000	407.000	400.040	400.040	400.040	400 040
	Square feet	402,747	402,747	467,022	467,022	467,022	467,022	468,248	468,248	468,248	468,248
	Capacity Enrollment	2,400 2,778	2,800	2,800 2,405	2,800	2,800	2,750 2,405	2,750 2,503	2,750 2,598	2,750 2,542	2,750 2,609
_	inomnent	2,776	2,756	2,403	2,386	2,417	2,405	2,503	2,596	2,542	2,009
Other											
T. Carl Buice Scho	ool (1957)***										
S	quare feet	55,747	55,747	55,747	55,747	55,747	55,747	55,747	-	-	-
	Capacity	380	380	380	380	380	380	380	-	-	-
	nrollment	157	167	82	59	50	55	53	-	-	-
Gwinnett Intervent			50.050	50.050	50.050	50.050	50.050	50.050	100.010	100.010	100.010
	Square feet	29,796	58,956	58,956	58,956	58,956	58,956	58,956	169,018	169,018	169,018
	Capacity Enrollment	150 514	650 533	650 569	650 493	650 522	650 413	650 380	1,425 415	1,425 508	1,425 551
Gwinnett Online (2		314	555	309	493	322	413	360	415	506	331
,	Square feet	_	_	_	66,805	66,805	66,805	66,805	66,805	66,805	66,805
	Capacity	_	_	_	400	400	400	400	400	400	400
	inrollment	_	_	_	107	180	215	367	464	445	446
Oakland Meadow		**								-	
	Square feet	114,088	114,088	114,088	114,088	114,088	114,088	114,088	114,088	114,088	114,088
С	Capacity	210	210	210	210	210	210	210	210	210	210
	nrollment	133	118	128	138	123	109	146	49	56	98
Monarch School (2								· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·		
	quare feet	126,564	126,564	126,564	126,564	126,564	126,564	46,773	-	-	-
	Capacity	*	200	200	200	200	200	200	-	-	-
	inrollment	124	140	60	50	47	25	-	-	-	-
New Life Academy		(2008)	*	*	*	*	*		*	*	
	Square feet	*						400			400
	Capacity	200	420	420	420	420	420	420	420	420	420
E	nrollment	283	383	451	572	577	580	579	599 (continued on	604	580

SCHOOL		2009	2010	2011	2012	2013	2014	2015	2016	<u>2017</u>	2018
North Metro Academ	y of Performing	Arts (2015)									
Squa	are feet	-	-	-	-	-	-	*	*	*	*
Capa	acity	-	-	-	-	-	-	425	425	425	425
Enro	ollment	-	-	-	-	-	-	349	401	389	259
Northbrook Center (2	2018)										
Squa	are feet	-	-	-	-	-	-	-	-	-	65,227
Capa	acity	-	-	-	-	-	-	-	-	-	265
Enro	ollment	-	-	-	-	-	-	-	-	-	348
International Transition	on Center (2017	')									
Squa	are feet	-	-	-	-	-	-	-	-	3,735	3,735
Capa	acity	-	-	-	-	-	-	-	-	N/A	N/A
Enro	llment	-	-	-	-	-	-	-	-	9	132

Source: District records.

Notes: Renovated/rebuilt schools include information before and after renovation.
FY2010 Capacity revised to reflect updated calculations.
FY2014 Capacity revised to reflect updated calculations.
\*Not available.

\*\*Name changed during FY 2008 with the opening of a new school location.
\*\*\*Closed during FY 2015-2016

# Operating Information Schedule 17 GWINNETT COUNTY BOARD OF EDUCATION Certificated Staff Data - Number of Certificated Staff by Salary Level with Average Salaries Last Ten Fiscal Years (Unaudited)

FISCAL YEAR	B-4	T-4	B-5	T-5	T-6	T-7	SALARY RANGES	AVERAGE SALARY
2009	358.50	3,326.03	95.60	5,468.70	1,917.55	268.14	\$35,603 - \$86,749	\$54,875
2010	261.50	2,979.85	64.75	5,460.00	2,248.11	283.25	\$35,603 - \$86,749	\$55,795
2011	161.75	2,743.55	28.50	5,541.24	2,368.80	308.41	\$35,603 - \$86,749	\$55,795
2012	144.00	2,518.60	24.25	5,307.85	2,469.13	315.04	\$35,603 - \$86,749	\$55,795
2013	94.65	2,434.37	23.75	5,130.32	2,548.63	326.90	\$35,603 - \$86,749	\$55,795
2014	123.39	2,615.80	42.64	5,086.63	2,612.30	339.14	\$35,603 - \$86,749	\$55,795
2015	162.10	2,979.30	64.00	5,080.29	2,540.63	342.72	\$36,315 - \$88,484	\$56,911
2016	202.35	3,168.49	61.75	5,197.18	2,436.73	362.27	\$37,223 - \$90,696	\$57,372
2017	281.30	3,251.42	71.50	5,225.95	2,381.42	377.96	\$37,967 - \$92,510	\$58,519
		L1	L2	L3	L4			
2018	-	3,657.54	5,393.93	2,317.83	381.11	-	\$42,686 - \$94,362	\$60,716

B-4 - Provisional Certificate (Bachelors)

Source: District records.

T-4 - Clear Renewable Certificate (Bachelors)

B-5 - Provisional Certificate (Masters)

T-5 - Clear Renewable Certificate (Masters)

T-6 - Clear Renewable Certificate (Specialist)

## Single Audit Section

The Board is required to comply with the Single Audit Act and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. The Schedule of Expenditures of Federal Awards and the auditors' reports on internal control structure and compliance with applicable laws and regulations are included in this section.

### **GWINNETT COUNTY BOARD OF EDUCATION**

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2018

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity ID Number	CFDA Number	Expenditures
Defense, U.S Department of: Direct - ROTC Programs	**	12.000	\$ 785,845
Transportation, U.S Department of: Passed through Governor's Office of Highway Safety: Students Against Destructive Decisions - Highway Safety Cluster	SADD-2018-402TSP-014	20.600	4,237
Education, U.S. Department: Passed through Georgia Department of Education:			
Title I Grants to Local Education Agencies: 2017 School Improvement 2017 Part A 2018 Part A	S377A160011 S010A160010 S010A170010	84.010 84.010 84.010	16,332 1,996,722 35,680,082
Total Program  Title I Part C Migrant Education: 2017 Part C Migrant Education 2018 Part C Migrant Education Total Program	S011A160011 S011A170011	84.011 84.011	37,693,136 3,385 64,091 67,476
School Improvement Federal - G Funds	S377A140011	84.377	362,411
Special Education Grants to Local Education Agencies: 2018 IDEA Part B Flowthrough 2017 IDEA Capacity 2018 IDEA Capacity 2018 IDEA-Preschool Total Special Education Cluster	H027A170073 H027A150073-15B H027A150073 H173A170081	84.027 84.027 84.027 84.173	28,416,415 15,933 80,052 596,272 29,108,672
Vocational Education Grants to Local Education Agencies 2018 Perkins IV - Program Improvement 2018 Perkins IV - Plus 2018 Perkins IV - Carryover Total Program	V048A170010 V048A170010 V048A170010	84.048 84.048 84.048	1,058,899 20,000 58,514 1,137,413 (Continued)

### **GWINNETT COUNTY BOARD OF EDUCATION**

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2018

	Pass-Through Entity ID Number	CFDA Number	Expenditures
Federal Grantor/Pass-Through			P
Grantor/Program Title			
Title III Grants to Local Educaton Agencies			
2017 Part A Limited English Proficient	S365A160010	84.365	412,773
2018 Part A Limited English Proficient	S365A170010	84.365	2,673,274
2017 Immigrant	S365A160010	84.365	143,440
2018 Immigrant	S365B170010	84.365	98,215
Total Program			3,327,702
Title II B			
2017 Math & Science Partnerships	S366B160011	84.366	54,378
2018 Math & Science Partnerships	S366B160011	84.366	153,378
Total Program			207,756
Title II A Grants to Local Educaton Agencies			
2017 Improving Teacher Quality	S367A160001	84.367	283,526
2018 Supporting Effective Instruction	S367A170001	84.367	2,408,445
Total Program			2,691,971
Title IV Grants to Local Education Agencies			
2018 Student Support & Academic Enrichment	S424A170011	84.424A	574,783
Education for Homeless Children and Youth			
2017 Grant	S196A150011	84.196	50,689
2018 Grant	S196A160011	84.196	43,443
Total Program			94,132
Education, U.S. Department: Passed Through Coorgin Department of Education:			75 265 452
Through Georgia Department of Education:			75,265,452
Total U.S. Department of Education			75,265,452
Agriculture, U.S. Department of - Passed Through Georgia Department of Education and Nutrition Program			
School Food Nutrition Program Cluster			
2018 School Breakfast Program	18185GA324N1099	10.553	17,104,649
2018 National School Lunch Program	18185GA324N1100	10.555	48,729,118
2018 After School Snack Program	18185GA324N1100	10.555	42,055
Sub-Total School Nutrition Cluster			65,875,822
Fresh Fruit and Vegetable Program	475040044000	10.500	5.740
2017 Grant	175GA324L1903	10.582	5,719
2018 Grant	185GA324L1903	10.582	149,435
Sub-Total Fresh Fruit & Vegetable			155,154
Total U.S. Department of Agriculture			66,030,976
Total Expenditures of Federal Awards			142,086,510

 $<sup>\</sup>begin{tabular}{ll} ** & Pass-through grantor number not available. \end{tabular}$ 

See accompanying notes to Schedule of Expenditures of Federal Awards.

### **GWINNETT COUNTY BOARD OF EDUCATION, GEORGIA**

### Notes to the Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2018

### (1) Summary of Significant Accounting Policies

### Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recognized when the related Fund liability is incurred.

In instances where the grant agreement requires the Board to match grant awards with Board funds, such matching funds are excluded in the accompanying Schedule of Expenditures of Federal Awards.

The Board has elected not to utilize the 10% de minimus indirect cost rate.

### (2) Pass-Through Awards

The Gwinnett County Board of Education receives certain federal financial assistance from pass-through awards of the State of Georgia. Only the federal portion of such pass-through awards is included in the accompanying Schedule of Expenditures of Federal Awards.



# INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Board of Education Gwinnett County, Georgia Suwanee, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Gwinnett County Board of Education** (the "Board") as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements, and have issued our report thereon dated December 28, 2018. Our report includes a reference to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, as of July 1, 2017.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Board's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenlins, LLC

Atlanta, Georgia December 28, 2018



## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE UNIFORM GUIDANCE

The Board of Education Gwinnett County, Georgia Suwanee, Georgia

### Report on Compliance for Each Major Federal Program

We have audited the Gwinnett County Board of Education's (the "Board") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Board's major federal programs for the year ended June 30, 2018. The Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Board's compliance.

### Opinion on Each Major Federal Program

In our opinion, the Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

### **Report on Internal Control Over Compliance**

Management of the Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Manddin & Jenlins, LLC

Atlanta, Georgia December 28, 2018

### **GWINNETT COUNTY BOARD OF EDUCATION**

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2018

### (1) Summary of Auditor's Results

### **Financial Statements**

- (a) The type of report the auditor issued on whether the financial statements audited were prepared in accordance with generally accepted accounting principles: **Unmodified opinion**
- (b) Internal control over financial reporting:

Material weaknesses identified: **no**Significant deficiencies identified: **none reported** 

(c) Noncompliance material to the financial statements noted: no

#### Federal Awards

(d) Internal control over major federal programs:

Material weaknesses identified: **no**Significant deficiencies identified: **none reported** 

- (e) The type of report issued on compliance for major federal programs: Unmodified
- (f) Any audit findings which are required to be reported in accordance with 2 CFR 200.516(a): no
- (g) Major Federal Programs:

Title III Grant, CFDA #84.365 School Nutrition Cluster, CFDA #10.553 & 10.555

- (h) Dollar threshold to distinguish between Type A and Type B programs: \$3,000,000
- (i) Auditee qualified as a low-risk auditee: Yes
- (2) Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards

None reported.

(3) Federal Award Findings and Questioned Costs

None reported.